Company registration number: 07540805 Charity registration number: 1141415

Age UK South Lakeland Ltd

known as

Age UK South Lakeland

(A company limited by guarantee)

Annual Report and Financial Statements

for the Age UK South Lakeland Ltd Group

for the Year Ended 31 March 2022

Stables Thompson & Briscoe
Chartered Accountants & Statutory Auditors
Lowther House
Lowther Street
Kendal
Cumbria
LA9 4DX

known as Age UK South Lakeland

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known as Age UK South Lakeland

Reference and Administrative Details

Chairman P A Smith

Chief Executive H Tomlinson

Trustees S Flynn

M French
J McLeod
S Newell
P A Smith

C Twist

Senior Management Team P Lewis, Deputy Chief Executive

J O'Brien, Head of Retail/Income Generation

H Kitching, Client Services Manager

J Sunderland, Finance Manager

P Whiteley, Partnerships Development Manager

Principal Office 17 Finkle Street

Kendal Cumbria LA9 4AB

Registered Office 17 Finkle Street

Kendal Cumbria LA9 4AB

The charity is incorporated in England.

known as Age UK South Lakeland

Reference and Administrative Details

Company Registration Number 07540805

Charity Registration Number 1141415

Solicitors Thomson Hayton Winkley

114-116 Stricklandgate

Kendal Cumbria LA9 4QA

Bankers Barclays Bank PLC

9 Highgate Kendal Cumbria LA9 4DF

Auditor Stables Thompson & Briscoe

Chartered Accountants & Statutory Auditors

Lowther House Lowther Street Kendal Cumbria LA9 4DX

known as Age UK South Lakeland

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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 published in October 2019.

Trustees during the year

S Flynn

M French

R Kirkwood (appointed 20 October 2021)

J McLeod (resigned 15 September 2021)

S Newell

P A Smith

C Twist

Objectives and activities

Objects and aims

The trustees of Age UK South Lakeland consider their purpose is to govern an organisation that exists to improve the lives of older people in South Lakeland.

Our ambition is that in South Lakeland everyone in later life:

- Has a decent income
- Can feel well and enjoy life as much as possible
- Can access high quality health and care services
- Feels comfortable, safe and secure at home
- Feels valued by their local community with opportunities to join, volunteer, learn or work
- As a citizen with rights, has their voice heard and can influence decisions that affect them

Our strategy as we work toward this ambition over the next three years is to work with and for older people in order to:

- Provide information, advice and assistance that helps people to access benefits and exercise choice to make best use of their resources and improve their experience of daily life
- Help build stronger communities that increase people's social contact and wellbeing
- Support the development of more responsive health and welfare services that offer people holistic and timely services reflecting their needs and circumstances
- Help the voices of older people and their lived experience to be heard
- Generate independent income streams that enable us to invest in activity which is not a current public sector priority

known as Age UK South Lakeland

Trustees' Report

Objectives, strategies and activities

Our ambition cannot be achieved only by our action within South Lakeland. We will continue to work with and through Age UK nationally, with whom we are Brand Partners and have a shared overall strategy. We will also work with the other Age UK groups and any other partners across Cumbria who share our ambition.

As we develop our annual business plans which set out our actions to deliver our strategy, we will:

- Gather and use evidence
- Involve older people
- Respond to the particular challenges of dispersed and rural communities in South Lakeland
- Develop partnerships and the means for strong collaboration within the third sector and with statutory organisations
- Seek to ensure that our input contributes to lasting improvements for individuals and their communities We have adopted a set of values which should be evident to older people, our staff, our volunteers and our partners in all aspects of our work. They are to:
- Be respectful
- Be inclusive
- Be positive
- Be realistic
- Be empowering
- Make a difference in people's lives

Fundraising disclosures

Age UK South Lakeland follows the Age UK Fundraising Charter which has been developed with our donors and older people in mind and does not use professional fundraisers or involve commercial participators. There have been no complaints about fundraising activity this year. Further details can be found at https://www.ageuk.org.uk/get-involved/fundraise/fundraising-charter/.

Public benefit

The charity works with local older people to help them retain their independence and exercise real choice in their lives.

We aim to do this by:

- delivering services that help to meet the needs of older people and fit with the other local services in the communities in which they live;
- informing and advising older people of their rights and options;
- advocating for and on behalf of older people on issues which matter to them as individuals or communities, consistently and constantly to ensure we fully understand their needs.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Achievements and performance

At the start of the financial year, we began to see the first indications of a return to pre-pandemic normality. However, the impacts of the pandemic have left a legacy of permanent change across all sectors delivering services in our communities. Some elements of Health and Social Care provision have yet to return to a semblance of pre-pandemic normality, which in turn continues to have a negative impact on the older people of our district. In general, there were strong indications from our client group that they wished to get back to normal as soon as they possibly could.

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Trustees' Report

There continued to be a small proportion of older people suffering from long term conditions who had to self-isolate for significant periods. Many of the older people in this group found it very difficult to re-integrate into their local communities. Their risks of hospitalization and serious illness resulting from any Covid infection remained very high. For these clients the Helpline service we offered was a vital link to the support and services they needed to access. All clients calling our Helplines are offered telephone services or a home visit when required.

During the year we saw a significant increase in the calls to our Helplines and an increase in casework, we dealt with 10,304 Helpline calls for help and support during the year. We dealt with 3,680 calls for information only, and 6,624 calls that required casework support. These are the cases dealt with by the Age UK South Lakeland Compass Team. Towards the end of the year, the team started to re-establish our social engagement programme. In pre-covid years we always had a range on activities on offer for our client group, very often led and delivered by our fantastic volunteers. Sadly, because of the pandemic, our volunteer numbers were significantly depleted, this was mainly due to many of our volunteers simply getting older and not able to continue. The team managed to recruit enough volunteers to provide twenty- two lunch clubs meeting monthly with 439 clients registered as attendees. fifteen exercise groups that meet weekly with 307 registered attendees were also re-established along with several other special interest groups by the end of the financial year.

Sadly, we saw the closure of our original Superstore in Grange during the year. The site had always been earmarked for development and every year we had in there to trade was accepted as a bonus. The Grange Superstore was one of our biggest retailing outlets and it also provided a major storage and stock distribution centre. A replacement Superstore in Grange has since been opened just across the road from the original site. This store is not in such a prominent position as its predecessor and our expectations are therefore reduced. Our retailing estate got back to full working as soon as the lockdowns were officially lifted. The sales level was initially slow to start but soon re-established itself to nearly pre-Covid levels. Our online sales also recovered relatively quickly, however the invasion of Ukraine and the outbreak of war in Europe has negatively impacted online sales by approximately 25 to 30% across the charity sector in the UK.

Various grants were applied for during the year and we managed to be successful with fifteen grant application and secured £344,794. We always ensure that any grant applications are in line with the charity's objectives and current strategy. The results for this year are a significant reduction on the previous year when we received £559, 219. This reduction in grant funding is primarily due to the reduction in opportunities and value of grants available.

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Trustees' Report

Financial review

Policy on reserves

The Trustees maintain reserves, which are Charity funds to be realised at short notice if required. Should the funds fall below the agreed level, immediate steps would be taken to reinstate them by cutting project expenditure. Property values are not taken into account in calculating these reserves.

The Trustees review the reserves on an annual basis, and for the year 2021/22 considered £400,000 to be a reasonable holding.

In reviewing the level for the year 2021/22 the Trustees accounted for the following:

- Normal day to day fluctuations in working capital and cash flow.

Three months of salary and rental obligations based on the 2021/22 budget were considered an appropriate

- Possible emergencies, such as cessation of trading at one of the retail units for the sale of donated goods or the loss of three months' sales for the Kendal Furniture Warehouse.

As at 31 March 2022, the charity as a group held funds totalling £1,429,858 of which £539,498 was held as tangible and intangible assets and £146,420 was the planned investment in services for 2022/23. This left £743,940 of which £22,412 represented restricted funds, £90,000 set aside for required investment in infrastructure and £400,000 the core holding so that free reserves had increased in the year from £206,915 to £231.528.

This is in line with the charity's objective of providing services while maintaining sufficient reserves.

Principal funding sources

The charity obtains funding for its charitable activities from a range of grant funders including the Big Lottery and Age UK. It also aims to improve funding from its range of charity shops and online sales to support our work of improving the lives of the older people of our district.

Investment policy and objectives

Sanlam Private Investments manage the organisation's investment portfolio on behalf of the Trustees. The Trustees review investment performance every six months and receive reports from the investment company every quarter. The Trustees consider that the guiding principle of the agreed investment policy is to generate funds for the Charity, but that they will not invest in a particular business in the following circumstances:

- Where such investment might conflict with the aims, objectives or activities of the Charity.
- Where such investment might hamper the work of Age UK South Lakeland by alienating actual or potential financial supporters.

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Trustees' Report

CBILS loan management

Towards the end of this financial year the investment portfolio funds had effectively recovered from the impacts of the Covid 19 pandemic. The trustees and senior managers of the charity had determined to make a decision regarding the full and early repayment of the CBILS loan at the end of the financial year. The invasion of Ukraine by The Russian Federation in February 2022 however has meant our investment portfolio has again been negatively impacted. The aftermath of the Covid 19 pandemic now coupled with a war in Europe will mean significant financial uncertainty for at least the next two to three years. It was therefore decided to maintain our loan arrangements and review the position and decision every three months. The loan interest and repayments will continue as scheduled.

Structure, governance and management

Nature of governing document

The charity is a company limited by guarantee. The company took over the assets of the charity known as Age UK South Lakeland (charity number 508390) on 1 April 2011 and is now registered as charity number 1141415.

Age UK South Lakeland is an independent charity registered with the Charity Commission and governed by a group of trustees who have been elected by the membership of the charity.

The charity has been operating locally since April 1978.

Recruitment and appointment of trustees

The Chairman is elected for three years and shall not serve more than two consecutive terms of office. In accordance with the governing document the Trustees can co-opt up to one third of their number during the course of the reporting period. Co-opted trustees must be re-elected at the following AGM. One third of the board retires by rotation at each AGM and is eligible for re-election at that AGM.

Only one Trustee has served for longer than nine years. This appointment has been reviewed and it is felt that the value in terms of knowledge of the organisation and understanding of beneficiaries far outweighs any possible risks.

Induction and training of trustees

All new Trustees are offered the opportunity to meet with key staff in the organisation, and are given copies of Board of Trustees' minutes and papers for the past six months, the most recent Trustees' Annual Report and Accounts, a copy of the Constitution and CC3 - The Essential Trustee (Charity Commission).

The Board of Trustees have adopted the Charity Governance Code and use it to review Board performance and identify training needs.

Arrangements for setting key management personnel remuneration

In December 2017 a benchmarking exercise was undertaken by external consultants to set the salary levels for the senior management team. The intention is to repeat this benchmarking exercise on a regular basis.

Organisational structure

The charity and its subsidiaries are managed on a day to day basis by the Senior Management Team who report and meet with the Board of Trustees on a monthly basis. There is also a Finance Sub-Group who oversee budgeting and monitoring of management accounts and liaise with the auditors to produce the year end statutory accounts.

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Trustees' Report

Risk Management

The Board of Trustees is responsible for the management of risks faced by the Charity. There is a formal annual review, but risks are identified and assessed and controls established throughout the year. Key controls during 2021/22 have included:

- Formal agendas for all committee and Board activity.
- Comprehensive strategic planning, budgeting and management accounting.
- Established organisational structures and lines of reporting.
- Clear authorisation and approval levels.
- Procedures as required by law for the protection of vulnerable adults and children.

The Board of Trustees is satisfied that major risks have been identified and measures are in place to ensure that they are adequately mitigated where necessary.

Relationships with related parties

Age UK

The charity is a brand partner with the national charity Age UK and is part of a network of more than 125 brand partners across England and local partners based in Wales, Northern Ireland and Scotland.

As a brand partner with Age UK the trustees have agreed to deliver a local information and advice service working with older people. This is part of a wider range of information, advice and practical support services.

Age UK South Lakeland Trading CIC

The charity set up a wholly owned subsidiary to take over and develop the small amount of trading done in new goods. The subsidiary started trading on 1 January 2017 and remits all profits made to the parent company by sift aid

Charitek CIC

Towards the end of the year the charity set up another subsidiary - Charitek CIC. This had not started trading at 31 March 2021.

Financial instruments

Objectives and policies

The Group's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The charity does not use derivative financial instruments.

Cash flow risk

The Group's activities expose it primarily to the financial risks of changes in economic conditions, funding availability and investment income rates.

Credit risk

The Group's principal financial assets are bank balances and cash, trade and other receivables, and investments. Where any risk relates to trade receivables an allowance for impairment is made.

The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The Group has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

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Trustees' Report

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the Group uses a mixture of long-term and short-term investments.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 31 August 2021 and signed on its behalf by:

Chairman and Trustee

known as Age UK South Lakeland

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Age UK South Lakeland Ltd for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- · observe the methods and principles in the Charities SORP;
- · make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures
 disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

Approved by the trustees of the charity on 31 August 2021 and signed on its behalf by:

Chairman and Trustee

known as Age UK South Lakeland

Independent Auditor's Report to the Members of Age UK South Lakeland Ltd

Opinion

We have audited the financial statements of Age UK South Lakeland Ltd (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 March 2022, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Balance Sheet, Consolidated Statement of Cash Flows and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charity's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
 and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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Independent Auditor's Report to the Members of Age UK South Lakeland Ltd

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- · certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 10), the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

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Independent Auditor's Report to the Members of Age UK South Lakeland Ltd

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our experience and from discussions with management. We reviewed any related correspondence and records of trustee meetings to assess compliance with laws and regulations and discussed the current position with management. We ensured the audit team were alert for any indications of non-compliance throughout the audit work.

We assessed the charity's policies and procedures on fraud risks. No instances of actual, suspected or alleged fraud were identified by us or the charity in the year.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of this report

This report is made solely to the charitable parent company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the group's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable parent company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

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Independent Auditor's Report to the Members of Age UK South Lakeland Ltd

Helen Holmes BSc FCA (Senior Statutory Auditor)

For and on behalf of Stables Thompson & Briscoe, Statutory Auditor

Lowther House Lowther Street Kendal Cumbria LA9 4DX

Date: 7 September 2021

known as Age UK South Lakeland

Consolidated Statement of Financial Activities for the Year Ended 31 March 2022 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	3	172,324	-	172,324
Charitable activities	4	18,500	326,294	344,794
Other trading activities	5	1,297,784	-	1,297,784
Investment income	6	5,639	-	5,639
Other income		2,535		2,535
Total income		1,496,782	326,294	1,823,076
Expenditure on:				
Raising funds	7	(1,095,867)	-	(1,095,867)
Charitable activities	8	(354,661)	(346,654)	(701,315)
Total expenditure		(1,450,528)	(346,654)	(1,797,182)
Gains/losses on investment assets		(1,276)	<u></u>	(1,276)
Net income/(expenditure)		44,978	(20,360)	24,618
Net movement in funds		44,978	(20,360)	24,618
Reconciliation of funds				
Total funds brought forward		1,362,468	42,772	1,405,240
Total funds carried forward	25	1,407,446	22,412	1,429,858

known as Age UK South Lakeland

Consolidated Statement of Financial Activities for the Year Ended 31 March 2022 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

Comparative - 2020	Note	Unrestricted £	Restricted £	Total 2021 £
Income and Endowments from:				
Donations and legacies	3	729,497	-	729,497
Charitable activities	4	258,468	300,751	559,219
Other trading activities	5	591,495	-	591,495
Investment income	6	9,349		9,349
Total Income		1,588,809	300,751	1,889,560
Expenditure on:				
Raising funds	7	(963,182)	-	(963,182)
Charitable activities	8	(406,129)	(271,903)	(678,032)
Total Expenditure		(1,369,311)	(271,903)	(1,641,214)
Gains/losses on investment assets		85,979		85,979
Net income		305,477	28,848	334,325
Net movement in funds		305,477	28,848	334,325
Reconciliation of funds				
Total funds brought forward		1,056,991	13,924	1,070,915
Total funds carried forward	25	1,362,468	42,772	1,405,240

All of the group's activities derive from continuing operations during the above two periods.

The funds breakdown for 2020 and 2021 is shown in note 25.

known as Age UK South Lakeland

(Registration number: 07540805) Consolidated Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	15	98,699	123,006
Tangible assets	16	440,799	445,148
Investments		586,679	589,697
		1,126,177	1,157,851
Current assets			
Stocks	18	70,077	46,647
Debtors	19	86,463	134,942
Cash at bank and in hand	20	465,027	559,797
		621,567	741,386
Creditors: Amounts falling due within one year	21	(166,371)	(293,868)
Net current assets		455,196	447,518
Total assets less current liabilities		1,581,373	1,605,369
Creditors: Amounts falling due after more than one year	22	(151,515)	(200,129)
Net assets	,	1,429,858	1,405,240
Funds of the group:			
Restricted income funds			
Restricted funds		22,412	42,772
Unrestricted income funds			
Unrestricted funds		1,407,446	1,362,468
Total funds	25	1,429,858	1,405,240

The financial statements on pages 15 to 48 were approved by the trustees, and authorised for issue on 31 August 2021 and signed on their behalf by:

Chairman and Trustee

known as Age UK South Lakeland

(Registration number: 07540805) Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	15	98,699	123,006
Tangible assets	16	440,799	445,148
Investments		586,679	589,697
		1,126,177	1,157,851
Current assets			
Stocks	18	-	1,231
Debtors	19	229,483	199,128
Cash at bank and in hand	20	389,187	540,250
		618,670	740,609
Creditors: Amounts falling due within one year	21	(163,366)	(293,072)
Net current assets		455,304	447,537
Total assets less current liabilities		1,581,481	1,605,388
Creditors: Amounts falling due after more than one year	22	(151,515)	(200,129)
Net assets		1,429,966	1,405,259
Funds of the charity:			
Restricted income funds			
Restricted funds	25	22,412	42,772
Unrestricted income funds			
Unrestricted funds		1,407,554	1,362,487
Total funds	25	1,429,966	1,405,259

The financial statements on pages 15 to 48 were approved by the trustees, and authorised for issue on 31 August 2021 and signed on their behalf by:

P A Sthith

Chairman and Trustee

known as Age UK South Lakeland

Consolidated Statement of Cash Flows for the Year Ended 31 March 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash income		24,618	334,325
Adjustments to cash flows from non-cash items			
Depreciation	16	29,371	32,008
Amortisation	15	44,822	20,931
Investment income	6	(5,639)	(9,349)
Revaluation of investments		1,276	(85,979)
		94,448	291,936
Working capital adjustments			
(Increase)/decrease in stocks	18	(23,430)	6,867
Decrease/(increase) in debtors	19	48,479	(56,488)
Decrease in creditors	21	(6,230)	(6,909)
(Decrease)/increase in deferred income	22	(124,425)	114,939
Net cash flows from operating activities		(11,158)	350,345
Cash flows from investing activities			
Interest receivable and similar income	6	5,639	9,349
Purchase of intangible fixed assets	15	(20,515)	(62,244)
Purchase of tangible fixed assets	16	(25,022)	(2,930)
Purchase of investments	17	(384,939)	(779,142)
Sale of investments	17	386,680	772,679
Net cash flows from investing activities		(38,157)	(62,288)
Cash flows from financing activities			
Value of new loans obtained during the period		-	250,000
Repayment of loans and borrowings	21	(45,455)	(7,576)
Net cash flows from financing activities		(45,455)	242,424
Net (decrease)/increase in cash and cash equivalents		(94,770)	530,481
Cash and cash equivalents at 1 April		559,797	29,316
Cash and cash equivalents at 31 March	;	465,027	559,797

All of the cash flows are derived from continuing operations during the above two periods.

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

1 Charity status

The charity is limited by guarantee, incorporated in England, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is: 17 Finkle Street Kendal Cumbria LA9 4AB

The principal place of business is: 17 Finkle Street Kendal Cumbria LA9 4AB

These financial statements were authorised for issue by the trustees on 31 August 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

Basis of preparation

Age UK South Lakeland Ltd 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 notes.

The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 31 March 2021.

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made a surplus after tax for the financial year of £334,344 (2020 - deficit of £126,643).

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

Income and endowments

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

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Notes to the Financial Statements for the Year Ended 31 March 2022

Donations and legacies

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 by the charity 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 these conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the grant of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Grants receivable

Grants are recognised when the group has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Gift aia

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

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Notes to the Financial Statements for the Year Ended 31 March 2022

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Intangible assets

Intangible assets are stated in the Balance Sheet at cost less accumulated amortisation and impairment. They are amortised on a straight line basis over their estimated useful lives.

Tangible fixed assets

Individual fixed assets costing £200.00 or more are initially recorded at cost.

Amortisation

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life as follows:

Asset class
Compass eHub

Amortisation method and rate 20% straight line

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

Asset class

Land and buildings
Leasehold property
Fixtures, fittings and equipment
Motor vehicles

Depreciation method and rate

2% straight line Straight line over the life of the lease Over 3 - 5 years 33% straight line

Research and development

Development expenditure incurred on an individual project is carried forward when its future recoverability can reasonably be regarded as assured. Any expenditure carried forward is amortised in line with the expected future income from the related project.

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO) method.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised at the transaction price. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised at the transaction price.

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Notes to the Financial Statements for the Year Ended 31 March 2022

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the group.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The pension costs charged in the financial statements represent the contribution payable by the charity during the year.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the group becomes a party to the contractual provisions of the instrument.

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 group after deducting all of its liabilities.

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the group intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the group transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the group, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

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Notes to the Financial Statements for the Year Ended 31 March 2022

3 Income from donations and legacies

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Donations and legacies;			
Donations from individuals	10,383	10,383	42,281
Legacies	30,491	30,491	11,430
Grants, including capital grants;			
Government grants	122,237	122,237	671,646
Donations from community groups	5,840	5,840	872
Other income from donations and legacies	3,373	3,373	3,268
	172,324	172,324	729,497

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2022 £
Big Lottery		25,000	25,000
Winter Warmth - CCF grants	_	52,800	52,800
Building Resilience	_	36,562	36,562
Nationwide grant	_	24,925	24,925
Age UK - E.On Benefits Entitlement Check	-	31,000	31,000
Frieda Scott Trust	-	20,000	20,000
CCF Pappagallino fund	-	40,000	40,000
Rayne Foundation	-	15,000	15,000
Eric Wright Trust	-	30,250	30,250
Barrow - Thornbarrow	-	840	840
Age UK Support Services	12,500	-	12,500
Agnes Backhouse Charitable Trust	6,000	-	6,000
Compass Connections		38,333	38,333
Think Digital	-	8,938	8,938
Gateway Group		2,646	2,646
	18,500	326,294	344,794
	Unrestricted funds General £	Restricted funds	Total 2021 £
Big Lottery	99,950	-	99,950
Big Lottery Development Grant	- Page 27	25,000	25,000

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known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

	Unrestricted funds General £	Restricted funds £	Total 2021 £
Winter Warmth - CCF grants	-	51,600	51,600
Age UK - E.On Benefits Entitlement Check	-	30,752	30,752
Rayne Foundation	-	20,000	20,000
Eric Wright Trust	25,000	10,000	35,000
No Place Like Home	-	14,000	14,000
EON Handyperson Home Energy	•	2,340	2,340
Barrow - Thornbarrow	-	928	928
Age UK Support Services	35,000	-	35,000
CCF/CCC Falls Awareness	-	3,333	3,333
Sobell Foundation	-	6,000	6,000
Agnes Backhouse Charitable Trust	-	15,000	15,000
Cumbria CCF grant	35,000	-	35,000
Compass Connections	•	38,395	38,395
Think Digital	-	46,922	46,922
PCT Strictly Seated Dancing	19,875	-	19,875
Gateway Group	9,900	500	10,400
Gateway Partnership Work	-	7,840	7,840
Staying Connected	-	9,850	9,850
Armed Forces Covenant Grant	-	18,291	18,291
Age UK COVID grant	13,743	-	13,743
Goodacre Benevolent Fund	20,000		20,000
	258,468	300,751	559,219

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Notes to the Financial Statements for the Year Ended 31 March 2022

5 Income from other trading activities

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Trading income;			
Shop income from sale of donated goods and			
services	1,149,205	1,149,205	517,216
Sales of goods and services	142,542	142,542	73,673
Other trading income	6,037	6,037	606
	1,297,784	1,297,784	591,495
6 Investment income			
	Unrestricted funds General £	Total 2022 £	Total 2021 £
Other income from fixed asset investments	5,639	5,639	9,349
7 Expenditure on raising funds			
a) Costs of generating donations and legacies			
		Total	Total
		2022	2021
Ethical sales training	Note	£	£
Ethical sales training Fundraising agent fees		-	2,500
runuraising agent tees	-	- -	1,225
	_	-	3,725

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Notes to the Financial Statements for the Year Ended 31 March 2022

b) Costs of trading activities

		Unrestricted funds	Total	Total
	Note	General £	2022 £	2021 £
	Note	L	*	*
Retail trading costs:				
Staff costs		651,646	651,646	636,261
Costs of goods sold		88,839	88,839	57,585
Trading subsidiary costs		122	122	52
Events and conferences		135	135	86
Property costs		220,925	220,925	162,266
Marketing and publicity		187	187	314
Depreciation, amortisation and other similar				
costs		16,495	16,495	14,963
Other direct costs of activities for generating funds		100 475	100 475	75 000
Business development costs (excluding staff		102,475	102,475	75,890
costs)	9	7,663	7,663	9,240
,				·
		1,088,487	1,088,487	956,657
c) Investment management costs				
	3 7	Unrestricted funds General	Total 2022	Total 2021
Other investment management and	Note	£	£	£
Other investment management costs; Amounts payable to investment managers		7 2 9 0	7 290	2 600
Amounts payable to investment managers		7,380	7,380	2,800
		7,380	7,380	2,800

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Notes to the Financial Statements for the Year Ended 31 March 2022

d) Total costs of generating donations and legacion	es		
	Direct costs £	Allocated support costs £	Total costs £
Costs of trading activities	1,031,100	57,387	1,088,487
Investment management costs	7,380		7,380
Total for 2022	1,038,480	57,387	1,095,867
	Direct costs £	Allocated support costs £	Total 2021 £
Costs of generating donations and legacies	3,725	-	3,725
Costs of trading activities	896,925	59,732	956,657
Investment management costs	2,800		2,800
Total for 2021	903,450	59,732	963,182
8 Expenditure on charitable activities			
	Unrestricted funds General £	Restricted funds £	Total 2022 £
Community Action Team	322,832	293,014	615,846
Grants distributed	-	53,640	53,640
Governance costs	31,829		31,829
	354,661	346,654	701,315
	Unrestricted funds General £	Restricted funds £	Total 2021 £
Client Services	222 020	374,642	597,681
	223,039	3/7,072	377,001
Grants distributed	223,039	52,086	52,086

251,304

426,728

678,032

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

Community Action Team Grants distributed	Activity undertaken directly £ 324,960 53,640	Activity support costs £ 290,886	2022 £ 615,846 53,640
Governance	33,040	31,829	31,829
	378,600 Activity	322,715	701,315
	undertaken directly £	Activity support costs £	2021 £
Client Services	330,328	267,353	597,681
Grants distributed	52,086	-	52,086
Governance	8,394	19,871	28,265
	390,808	287,224	678,032

£354,661 (2021 - £251,304) of the above expenditure was attributable to unrestricted funds and £346,654 (2021 - £426,728) to restricted funds.

9 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Staff costs			
Wages and salaries	12,420	12,420	12,176
Social security costs	970	970	959
Pension costs	525	525	511
Other staff costs	20	20	19
Audit fees			
Audit of the financial statements	4,175	4,175	4,100
Other fees paid to auditors	5,108	5,108	4,294
Legal fees	49	49	46
Loan interest	3,503	3,503	-
Allocated support costs	5,059	5,059	6,160
	31,829	31,829	28,265

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Notes to the Financial Statements for the Year Ended 31 March 2022

10 Net incoming/outgoing resources

Net incoming resources for the year include:

	2022	2021
	£	£
Audit fees	4,175	4,100
Depreciation of fixed assets	29,687	32,009
Amortisation of software development	40,719	20,931

11 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

12 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	1,029,316	983,507
Social security costs	51,488	71,660
Pension costs	29,117	30,898
Other staff costs	5,846	3,055
	1,115,767	1,089,120

The monthly average number of persons (including senior management team) employed by the group during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Operations and specialist services	9	10
Organisational support	9	7
Income generation and retail	27_	27
	45	44

No employee received emoluments of more than £60,000 during the year.

The total employee benefits of the key management personnel of the group were £240,269 (2021 - £249,428).

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Notes to the Financial Statements for the Year Ended 31 March 2022

13 Auditors' remuneration

	2022 £	2021 £
Audit of the financial statements	4,175	4,100
Other fees to auditors		
The auditing of accounts of any associate of the charity	660	650
Audit-related assurance services	3,400	2,560
Taxation compliance services	840	880
All other non-audit services	208	204
	5,108	4,294

14 Taxation

The group is a registered charity and is therefore exempt from taxation.

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

15 Intangible fixed assets

Net book value

At 31 March 2022

At 31 March 2021

Group	Software development £	Total £
Cost		
At 1 April 2021	203,595	203,595
Additions	20,515	20,515
At 31 March 2022	224,110	224,110
Amortisation		
At 1 April 2021	80,589	80,589
Charge for the year	44,822	44,822
At 31 March 2022	125,411	125,411
Net book value		
At 31 March 2022	98,699	98,699
At 31 March 2021	123,006	123,006
Charity	Software development £	Total £
Cost		
At 1 April 2021	203,595	203,595
Additions	20,515	20,515
At 31 March 2022	224,110	224,110
Amortisation		
At 1 April 2021	80,589	80,589
Charge for the year	44,822	44,822
At 31 March 2022	125,411	125,411

The Compass eHub is valued at the cost of components and staff time. BuyCharity is valued at the cost of development not including staff time.

98,699

123,006

98,699

123,006

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Notes to the Financial Statements for the Year Ended 31 March 2022

Development costs

Development costs have been capitalised in accordance with FRS 102 Section 18 Intangible Assets other than Goodwill and are therefore not treated as a deficit to the charity.

16 Tangible fixed assets

Group

·	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2021	621,234	240,627	4,500	866,361
Additions	15,550	9,472	-	25,022
Disposals	(1,330)		<u> </u>	(1,330)
At 31 March 2022	635,454	250,099	4,500	890,053
Depreciation				
At 1 April 2021	183,818	232,895	4,500	421,213
Charge for the year	22,839	6,532	-	29,371
Eliminated on disposals	(1,330)			(1,330)
At 31 March 2022	205,327	239,427	4,500	449,254
Net book value				
At 31 March 2022	430,127	10,672		440,799
At 31 March 2021	437,416	7,732		445,148

Included within the net book value of land and buildings above is £391,598 (2021 - £402,044) in respect of freehold land and buildings and £38,529 (2021 - £35,372) in respect of leaseholds.

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Notes to the Financial Statements for the Year Ended 31 March 2022

Charity

·	Land and buildings £	Furniture and equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2021	621,234	240,627	4,500	866,361
Additions	15,550	9,472	-	25,022
Disposals	(1,330)			(1,330)
At 31 March 2022	635,454	250,099	4,500	890,053
Depreciation				
At 1 April 2021	183,818	232,895	4,500	421,213
Charge for the year	22,839	6,532	-	29,371
Eliminated on disposals	(1,330)		-	(1,330)
At 31 March 2022	205,327	239,427	4,500	449,254
Net book value				
At 31 March 2022	430,127	10,672		440,799
At 31 March 2021	437,416	7,732		445,148

Included within the net book value of land and buildings above is £391,598 (2021 - £402,044) in respect of freehold land and buildings and £38,529 (2021 - £35,372) in respect of leaseholds.

17 Fixed asset investments

Group

-	2022	2021
	£	£
Other investments	586,679	589,697

Details of undertakings

Details of the investments in which the group holds 20% or more of the nominal value of any class of share capital are as follows:

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

Undertaking	Country of incorporation			Proportion of voting rights Holding and shares held		Principal activity
				2022	2021	
Subsidiary undertaking	3					
Age UK South Lakeland Trading CIC	England and Wales 10104067	Limited guarantee	by	100%	100%	Trading subsidiary of Age UK South Lakeland
Charitek CIC	England and Wales 12294358	Limited guarantee	by	100%	100%	Online trading subsidiary of Age UK South Lakeland
Other investments				Listed vestments £	Cash held in portfolio	Total £
Cost or Valuation At 1 April 2021 Revaluation Additions Disposals	•			578,235 (1,277) 173,314 (205,986)	11,462 - 211,625 (180,694)	589,697 (1,277) 384,939 (386,680)
At 31 March 2022				544,286	42,393	586,679
Net book value						
At 31 March 2022				544,286	42,393	586,679
At 31 March 2021				578,235	11,462	589,697

Subsidiaries

The profit for the financial period of Age UK South Lakeland Trading CIC was £68,876 (2021 - £23,749) and the aggregate amount of capital and reserves at the end of the period was £Nil (2021 - £Nil).

The loss for the financial period of Charitek CIC was £88 (2021 - £20) and the aggregate amount of capital and reserves at the end of the period was £(108) (2021 - £(20)).

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Notes to the Financial Statements for the Year Ended 31 March 2022

Charity			2022	2021
			2022 £	£
Other investments		_	586,679	589,697
Other investments				
Other investments		Listed investments £	Cash held in portfolio £	Total £
Cost or Valuation				
At 1 April 2021		578,235	11,462	589,697
Revaluation		(1,277)		(1,277)
Additions		173,314	211,625	384,939
Disposals		(205,986)	(180,694)	(386,680)
At 31 March 2022		544,286	42,393	586,679
Net book value				
At 31 March 2022		544,286	42,393	586,679
At 31 March 2021		578,235	11,462	589,697
18 Stock				
	Group	p	Charit	y
	2022	2021	2022	2021
	£	£	£	£
Stocks	70.077	1,231	-	1,231
Finished goods	70,077	45,416	<u>-</u>	
	70,077	46,647	<u> </u>	1,231
19 Debtors				
	Group	p	Charit	у
	2022	2021	2022	2021
m t the	£	£	£	£
Trade debtors	43,459	79,022	31,228	79,022 86.361
Due from group undertakings Prepayments	- 38,290	- 49,309	155,251 38,290	86,361 29,005
VAT recoverable	4,714	6,611	4,714	4,740
**** 1000 + 01 4010	86,463	134,942	229,483	199,128
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known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

20 Cash and cash equivalents

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Cash on hand	1,270	1,539	1,270	1,539
Cash at bank	463,757	558,258	387,917	538,711
	465,027	559,797	389,187	540,250

21 Creditors: amounts falling due within one year

	Group		Chari	ty
	2022	2021	2022	2021
	£	£	£	£
Bank loans	45,454	42,295	45,454	42,295
Trade creditors	21,042	11,884	18,703	11,754
Resources held for third parties	17,473	18,467	17,473	18,467
Other taxation and social security	15,617	18,698	15,617	18,698
Accruals	13,860	25,174	13,194	24,508
Deferred income	52,925	177,350	52,925	177,350
	166,371	293,868	163,366	293,072

Deferred income

Constant	2022
Group	£
Deferred income at 1 April 2021	177,530
Resources deferred in the period	28,000
Amounts released from previous periods	(152,605)
Deferred income at 31 March 2022	52,925
	2022
Charity	£
Deferred income at 1 April 2021	177,530
Resources deferred in the period	28,000
Amounts released from previous periods	(152,605)
Deferred income at 31 March 2022	52,925

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

Resources held for Third Parties as agent or custodian trustee

Group and Charity	Brought forward	Received	Paid out	Carried forward
	£	£	£	£
Hawkshead Club	919		- (9	19) -
East ICC Locality grant and Public Health Locality grant	17,548		- (75) 17,473
	18,467		- (9	94) 17,473

22 Creditors: amounts falling due after one year

	Grou	Group		ty
	2022	2021	2022	2021
	£	£	£	£
Bank loans	151,515	200,129	151,515	200,129

Charity

Included in the creditors are the following amounts due after more than five years:

	2022 £	2021 £
After more than five years by instalments	<u>=_</u>	28,077

Borrowings due after five years

The CBIL loan is repayable by £3,787.87 monthly repayments with an initial interest free period after which interest will be charged at 2.28% above the Bank of England bank rate (currently 0.10%).

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Notes to the Financial Statements for the Year Ended 31 March 2022

23 Obligations under leases and hire purchase contracts

Operating lease commitments

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

	Group		Chari	ty
	2022	2021	2022	2021
	£	£	£	£
Land and buildings				
Within one year	146,348	146,348	146,348	146,348
Between one and five years	163,272	355,122	163,272	355,122
After five years	165,633	165,633	165,633	165,633
	475,253	667,103	475,253	667,103
Other				
Within one year	32,046	16,461	32,046	16,461
Between one and five years	52,558	16,599	52,558	16,599
	84,604	33,060	84,604	33,060

24 Pension and other schemes

Defined contribution pension scheme

The group operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the group to the scheme and amounted to £29,117 (2021 - £30,897).

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Notes to the Financial Statements for the Year Ended 31 March 2022

25 Funds

Group	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2022 £
Unrestricted funds						
General Remaining unrestricted funds	206,916	1,496,782	(1,376,335)	(94,559)	(1,276)	231,528
Designated						
Designated funds - as per charity	1,155,552		(74,193)	94,559	<u> </u>	1,175,918
Total unrestricted funds	1,362,468	1,496,782	(1,450,528)	•	(1,276)	1,407,446
Restricted funds Restricted funds - as per charity	42,772	326,294	(346,654)		_	22,412
01101115	12,772					
Total funds	1,405,240	1,823,076	(1,797,182)		(1,276)	1,429,858
	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses)	Balance at 31 March 2021 £
Unrestricted funds						
General Remaining unrestricted funds	57,231	1,588,809	(1,316,371)	(208,732)	85,979	206,916
Designated Designated funds - as per charity	999,760		(52,940)	208,732	<u> </u>	1,155,552
Total unrestricted funds	1,056,991	1,588,809	(1,369,311)	-	85,979	1,362,468
Restricted funds Restricted funds - as per charity	13,924	300,751	(271,903)			42,772
Total funds	1,070,915	1,889,560	(1,641,214)	_	85,979	1,405,240

known as Age UK South Lakeland

Notes to the Financial Statements for the Year Ended 31 March 2022

Charity	Balance at 1 April	Incoming	Resources		Other recognised	Balance at 31 March
	2021 £	resources £	expended £	Transfers £	gains/(losses)	
Unrestricted						
General						
Remaining unrestricted funds	206,935	1,423,118	(1,302,582)	(94,559)	(1,276)	231,636
Designated						
Fixed asset fund	568,153	-	(74,193)	45,538	-	539,498
General core reserve	400,000	-	-	-	-	400,000
Planned investment in						
services	97,399	-	-	49,021	-	146,420
Provision for upgrade of IT and telephone systems	90,000		<u> </u>			90,000
	1,155,552		(74,193)	94,559		1,175,918
Total Unrestricted	1,362,487	1,423,118	(1,376,775)		(1,276)	1,407,554
Restricted						
Age UK - E.On Benefits						
Entitlement Check	-	31,000	(31,000)	-	-	-
Building Resilience	-	36,563	(29,250)	-	-	7,313
Nationwide grant	-	24,925	(24,925)	-	-	-
Big Lottery - Development						
grant	-	25,000	(25,000)	-	-	-
Cumbria CCF Pappagallino fund		40.000	(40,000)			
Compass Connections	-	40,000	(40,000)	-	-	•
Think Digital	13,406	38,333	(38,333)	-	•	•
Eric Wright Trust	13,400	8,938 30,250	(22,344)	-	-	•
Cumbria Community	-	30,230	(30,250)	-	-	•
Foundation Winter Warmth	7,870	52,800	(52,990)	-	_	7,680
Agnes Backhouse Charitable	.,	v=,***	(,,,,,			,,,,,,
Trust	20,812	-	(13,848)	-	-	6,964
Frieda Scott Trust	-	20,000	(20,000)	-	-	-
Rayne Foundation Grant	-	15,000	(15,000)	-	-	-
Barrow - Thornbarrow	229	839	(1,068)	-	-	-
Ambleside Masonic Lodge	455	-	-	-	-	455
Gateway Group		2,646	(2,646)			
Total restricted	42,772	326,294	(346,654)	<u> </u>		22,412
Total funds	1,405,259	1,749,412	(1,723,429)	-	(1,276)	1,429,966
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Notes to the Financial Statements for the Year Ended 31 March 2022

	Balance at 1 April 2021 £	Incoming resources	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2022 £
	Balance at 1 April 2020 £	Incoming resources £		Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2021 £
Unrestricted						
General						
Remaining unrestricted funds	57,231	1,588,809	(1,316,352)	(208,732)	85,979	206,935
Designated			, , , ,	. , ,		
Fixed asset fund	555,919		(52,940)	65,174	-	568,153
General core reserve	400,000	-	-		•	400,000
Planned investment in services	43,841	-	-	53,558	-	97,399
Provision for upgrade of IT and telephone systems	<u> </u>			90,000		90,000
	999,760	-	(52,940)	208,732	-	1,155,552
Total unrestricted	1,056,991	1,588,809	(1,369,292)		85,979	1,362,487
Restricted						
Age UK - E.On Benefits Entitlement Check	-	30,752	(30,752)	-	-	-
E ON HHE Handyperson Home energy	_	2,340	(2,340)	_	_	_
Compass Connections	-	38,395	(38,395)	-	_	-
Think Digital		46,922	(33,516)		_	13,406
Eric Wright Trust	-	10,000	(10,000)	-	-	-
Big Lottery Development		•	` ' '			
Grant	•	25,000	(25,000)	-	-	•
Cumbria Community Foundation Winter Warmth	510	61 600	(44.240)			7 970
No Place Like Home	310	51,600 14,000	(44,240) (14,000)	_	<u>.</u>	7,870
Agnes Backhouse Charitable	-	14,000	(14,000)	_	_	_
Trust	12,719	15,000	(6,907)	-	•	20,812
Sobell Foundation	-	6,000	(6,000)	-	-	-
CCC Falls Awareness						
Champion	-	3,333	(3,333)	-	-	•
Armed Forces Covenant Grant	-	18,291	(18,291)	-	•	-
Rayne Foundation Grant Staying Connected	•	20,000	(20,000)	-	-	-
Barrow - Thornbarrow	-	9,850 928	(9,850) (699)	-	•	- 229
Ambleside Masonic Lodge	695	720	(240)	-	-	455
5 .			\-·- <i>)</i>			

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Notes to the Financial Statements for the Year Ended 31 March 2022

	Balance at 1 April 2020	Incoming resources	Resources expended	Transfers ;	Other recognised gains/(losses)	Balance at 31 March 2021
	£	£	£	£	£	£
Gateway Partnership Work	-	7,840	(7,840)	-	-	-
Gateway Group		500	(500)			
Total restricted	13,924	300,751	(271,903)			42,772
Total funds	1,070,915	1,889,560	(1,641,195)	_	85,979	1,405,259

The specific purposes for which the funds are to be applied are as follows:

Cumbria Community Foundation – Winter Warmth Grants: The partner organisation will distribute grants on behalf of Cumbria Community Foundation to individuals to alleviate winter related hardship across South Lakeland

Age UK E.On Benefits take up: E.on Warm Homes Programme2020/21 - Benefit Entitlement Checks Age UK E.On Home Energy Checks: E.on Warm Homes Programme2020/21 - Home Energy Checks

Rayne Foundation, The Eric Wright Trust, Age UK – No Place Like Home, Big Lottery Community Fund – Compass Connections: Expanding Compass outside Cumbria and development of Compass.

Cumbria County Council - South Lakeland local team - Falls Prevention Work: To deliver falls prevention awareness in the community

Age UK - Think Digital: To deliver digital awareness and support

Big Lottery Community Fund - Staying Connected: To purchase laptops, tablets - to support digital engagement Armed Forces Covenant Fund - Veterans Should Not be Forgotten: To deliver Compass work specifically to veterans of the Armed Forces

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Notes to the Financial Statements for the Year Ended 31 March 2022

26 Analysis of net assets between funds

Group

Group	Unrestricte	ed funds	Restricted	Total funds at 31 March
	General	Designated	funds	2022
	£	£	£	£
Intangible fixed assets	-	98,699	-	98,699
Tangible fixed assets	-	440,799	-	440,799
Fixed asset investments	-	586,679	-	586,679
Current assets	549,414	49,741	22,412	621,567
Current liabilities	(166,371)	-	-	(166,371)
Creditors over 1 year	(151,515)			(151,515)
Total net assets	231,528	1,175,918	22,412	1,429,858
	Unrestricto General	ed funds Designated	Restricted funds	Total funds at 31 March 2021
	£	£	£	£
Intangible fixed assets		123,006	-	123,006
Tangible fixed assets	-	445,148	_	445,148
Fixed asset investments	2,299	587,398	•	589,697
Current assets	698,614	•	42,772	741,386
Current liabilities	(293,868)	-	-	(293,868)
Creditors over 1 year	(200,129)			(200,129)
Total net assets	206,916	1,155,552	42,772	1,405,240

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Notes to the Financial Statements for the Year Ended 31 March 2022

Charity

Caurity	Unrestricte	ed funds	Restricted	Total funds at 31 March
	General	Designated	funds	2022
	£	£	£	£
Intangible fixed assets	-	98,699	-	98,699
Tangible fixed assets	•	440,799	-	440,799
Fixed asset investments	-	586,679	-	586,679
Current assets	546,517	49,741	22,412	618,670
Current liabilities	(163,366)	-	-	(163,366)
Creditors over 1 year	(151,515)			(151,515)
Total net assets	231,636 1,175,9		22,412	1,429,966
	Unrestrict General	ed funds Designated	Restricted funds	Total funds at 31 March 2021
	£	£	£	£
Intangible fixed assets	-	123,006	-	123,006
Tangible fixed assets	-	445,148	-	445,148
Fixed asset investments	2,299	587,398	•	589,697
Current assets	697,837	-	42,772	740,609
Current liabilities	(293,072)	-	•	(293,072)
Creditors over 1 year	(200,129)			(200,129)
Total net assets	206,935	1,155,552	42,772	1,405,259

27 Related party transactions

Charity

There were no related party transactions in the year.