

Charity Registration No. 1145056

Company Registration No. 7502624 (England and Wales)

RENEWAL NORTHWEST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016
PAGES FOR FILING WITH REGISTRAR

RENEWAL NORTHWEST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr H Gill Mr A S Gordon Mr A P Dutton Mr C R Maffey Dr D J Watts
Secretary	Mr H Gill
Charity number	1145056
Company number	7502624
Principal address	Unit G3 Water Street Stockport Cheshire SK1 2BY
Registered office	Unit G3 Water Street Stockport Cheshire SK1 2BY
Independent examiner	ART Accountants Limited Ground Floor 11 Manvers Street Bath BA1 1JQ
Bankers	Santander Bank PO Box 10102 21 Prescot Street London E1 8TN The Co-operative Bank plc Head Office PO Box 101 1 Balloon Street Manchester M60 4EP
Solicitors	Croftons Solicitors LLP 10-12 Mount Street Manchester M2 5DA

RENEWAL NORTHWEST

CONTENTS

	Page
Trustees' report	1 - 12
Independent examiner's report	13
Statement of financial activities	14
Balance sheet	15
Notes to the accounts	16 - 24

RENEWAL NORTHWEST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

The Trustees present their report and accounts for the year ended 31 December 2016.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The Charity has three objectives which are as follows:

(1) The relief of unemployment for the Public Benefit in the Greater Manchester area in such ways as may be thought fit, including the provision of work experience, skills development and training so as to assist in gaining employment and the provision of food and temporary accommodation for homeless unemployed persons.

(2) The relief of financial hardship among people living in the Greater Manchester area by providing such persons with items of affordable furniture and other household accessories and support in setting up home, which, through lack of means, they could not otherwise afford.

(3) The advancement of the Christian Faith by such charitable means as the Trustees from time to time shall determine.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Activities to further our First Objective

The relief of unemployment-

During 2016 we have provided a work experience and training programme (Community Work Programme) for unemployed people at our Meadow Mill Stockport facility which consists of several rented large units in the old mill building.

We have welcomed volunteers to our Programme from various sources. Some were 'self-referred' and others came as part of our Residential Programme, whilst the majority came as referrals from 'Seetec', a welfare-to-work company which utilises a Government scheme introduced in 2011. Sadly funding for such schemes was withdrawn on March 31st 2016.

Once a volunteer has completed the induction process and initial assessment, their work experience is designed to suit each individual's ability and requirements. Many of these people have not been in work for several years prior to their coming to us. Seetec volunteers spend up to six months in our programme before moving on whereas those on the Residential programme are likely to be with us for up to 2 years.

The work experience we provide is quite varied and sometimes involves all departments of our operation or may just focus on one speciality. The main areas where experience can be gained are; (a) Furniture display and

showroom sales, (b) Logistics (collection and delivery of furniture and white goods), (c) Computers and I.T., (d) Bric-a-brac sorting and selling of items.

Specific training has been available in disciplines such as customer handling, refurbishment of recycled computers or electrical appliances and PAT testing competency. We have provided opportunities for furniture making and/or restoration and general office routine training. Individuals can be provided with training related to online advertising of our recycled goods which in turn can lead to opportunities in computing and handling e-bay advertising and sales.

We have given to all 'Seetec' trainees the opportunity to continue to work at Renewal Northwest as volunteers once their six month programme has finished, and an increasing number of them have done that this year. In addition some have shown such great potential in their chosen discipline that we have been able to provide them with continuing employment at the end of their period of training.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

The provision of food and Temporary accommodation–

The Provision of food-

Providing food for homeless unemployed individuals for the public benefit has remained a top priority for us throughout 2016. Our volunteers have concentrated on two activities in Manchester city centre to further this objective.

On a weekly basis we have a team who run a 'Drop in' on Sunday afternoons for homeless people and those struggling to make ends meet. On Sunday evenings we also have a team which operates our 'Street work programme'. The provision and distribution of food and drinks on these occasions remains an important part of these ventures for the Public Benefit, as well as enabling access to rehabilitation and 'signposting' to other homeless services.

We have been able to operate the afternoon 'Drop in' due to the kindness and generosity of the 'Barnabus Christian Homeless Charity' who have allowed us to use their premises. There we have served tea, coffee, cakes and biscuits freely and without charge to any homeless and vulnerable person who comes in between 2pm and 4pm.

Food, donated and prepared by members of a local church, has been distributed later in the evening each week to individuals that are 'sleeping rough' on the city streets or those otherwise in need. This activity can often extend beyond midnight depending on the particular situation and demand. Free soup and hot drinks, sandwiches and cakes etc. are handed out and when genuine need is identified, warm clothing, sleeping bags and personal hygiene packs are also given to the most vulnerable homeless individuals who request them.

The Provision of food continued:

In addition to these two regular activities, we have provided food for any volunteer who is helping at our Meadow Mill base and is unemployed and in need of extra support. For these people we have made available essential nutritious food which in turn has been kindly donated to us by large retail and wholesale food retailers. Food has also been provided to the participants in our Residential programme through the ongoing generosity of our Executive Officer and his family as meals are shared in their own home.

Temporary accommodation:

Temporary accommodation has been provided at two locations in Stockport by means of our Residential Programme. We run the programme for the benefit of homeless adults, most of which have had a history of alcohol and or drug abuse, and are ex-offenders.

For the first phase of the Programme, participants are accommodated in separate basement flats on the lower floor of our Executive Officer's private residence in Stockport and then, during the second phase, in the Charity's house nearby. We have room for a maximum of five people at any one time; two for the first phase and three in the second. The majority have been referred to us via contacts we have in the Prison Chaplaincy service. These individuals are not only homeless but have also demonstrated a resolve to break free from their personal addictions.

The close supervision necessary during these first few months after release from prison is freely and caringly given by our Executive Officer. He is able to provide this level of supervision by living so close at hand.

After this first period of rehabilitation, when the necessary progress has been made, the individual can then move on to the second stage. In this phase they are under much less supervision until able to move out into independent living.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) *FOR THE YEAR ENDED 31 DECEMBER 2016*

Activities to further our Second Objective

Providing affordable furniture and essential household goods-

We have continued to use our rented space in Meadow Mill Stockport to display low cost large and small essential items of furniture, white goods and smaller electrical appliances along with bric-a-brac and clothing for sale. The vast majority of the items we have had available were used and had been donated but some white goods were brand new. The showroom floor space available until autumn 2016 enabled us to also display low cost office furniture and equipment as well as computers and IT equipment. However, change of ownership of the Mill part way through the year made it necessary to vacate the first floor unit which severely reduced the space available to display our range of goods.

The fact that we have available low cost items for sale is widely known in the area now that we have been in these premises for well over ten years. Advertisements for Renewal Northwest's services also stress the low cost aspect. Consequently we supply many needy local people, who exist on benefits or low incomes, with furniture and other household accessories to help them in their need.

To give an idea of the specific essential needs there follows a list of the types of items that we have actually supplied at affordable prices in the year:

FURNITURE: Sofas(leather and Fabric), riser recliner armchairs, easy chairs, wing backed chairs, sideboards, display cabinets, dining tables and chairs, kitchen stools, bookcases, TV stands, coffee tables etc. and conservatory furniture, bedroom furniture such wardrobes, bedside cabinets, bed bases and headboards. In addition to this bedroom furniture we have supplied many reasonably priced mattresses.

ELECTRICAL GOODS: Electric cookers, washing machines, fridges, freezers, dishwashers and integrated appliances. Smaller items: Microwaves, vacuum cleaners, toasters, kettles, irons, TV's, DVD players, music systems etc.

Many of the larger items we have delivered for a small additional charge and even provided free fitting and installation of the goods where necessary to assist those in financial difficulty in setting up home.

CLOTHING: We have displayed and sold a large selection of Men's, ladies and children's items of clothing and a good variety of donated Bric-a-brac items such as ornaments, vases, picture frames, cups saucers and cutlery. The availability of all these low cost items has proved to be a great benefit to those in financial hardship in the Stockport area throughout the year.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

Activities to further our Third Objective

Advancement of the Christian Faith:

Our Faith in Christ forms the essential basis and motivation for everything we do in pursuit of our objectives for the benefit of others. What better example could there be than of Jesus Christ's concern and care for the most marginalised in his generation? It remains our desire whenever possible to enable others to discover the truth about this unique person and for them to experience the transforming power of a Christ filled life. Our activities that help advance the Christian faith are set out below.

Christian focus session for volunteers and staff: The first hour of each working day at Meadow Mill consists of a session to focus exclusively on the message of hope available through Jesus Christ. This daily session is freely available to all volunteers and staff.

The hour is usually divided into segments for singing and watching video clips of Christian songs and a segment devoted to a Bible reading and talk. We have seen that this routine 'sets us up' for each day and is an excellent way to facilitate the advance the Christian faith.

'Drop in' and street pastoral work: Sunday afternoons and evenings in city centre Manchester are the times when opportunities arise for spreading the Christian Gospel. The two hour afternoon 'Drop In' includes a relevant Bible message slot and the evening homeless 'street work' provides less formal opportunities for spiritual conversations, all of which help to advance the Christian faith.

Free Christian literature provision: Our Stockport Meadow furniture showroom and the Manchester 'drop in' premises are used to display literature consisting of Bibles, portions of scripture and Christian leaflets etc. These are available to any of our beneficiaries who want them free of charge. Free literature is sometimes distributed outdoors by individual workers in the Charity.

Personal Christian testimony: We also promote the Christian faith in the most effective way by our supporters sharing their experiences of how Jesus Christ has transformed their own lives. These one to one witnessing opportunities often arise in our day to day business as customers browse in our showroom. Stories of freedom from drug or drink dependency as a consequence of God's power in an individual, certainly serve to advance the Christian faith.

Systematic Bible teaching: Volunteers on the Residential Programme benefit from regular systematic teaching sessions which are often presented in video format followed by opportunity for discussion. These sessions certainly help the participants to develop in the Christian faith.

Serving and Caring: Devotion to the practical task of demonstrating caring for the most vulnerable in our society by the distribution of needed food and clothing sends out a clear message about Christianity. Our volunteers on the streets and in the 'drop in' advance the attractiveness of the Christian faith by their compassion, care and concern for the marginalised. They echo the invitation of the Saviour 'Come to me all you who are weary and heavy laden and I will give you rest'. What better way to advance the Christian faith?

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

Achievements and performance

Achievements in 2016 related to our objects

First Object Achievements - The relief of unemployment

Throughout 2016 skills training at our base in Stockport has been given to **12** unemployed adults who were referred to us from Seetec in the Community Work Programme. Additionally, a total of **10** Seetec trainees continued with us as volunteers for longer than the prescribed 6 month period because they had benefitted so much from the experience. They had discovered that a fixed routine and meaningful occupation of time helped self-esteem more than time spent unoccupied at home. We have also provided work experience for **3** self-referred volunteers.

Food and temporary accommodation

Residential Programme:

In total, **5** homeless people have been provided with food and accommodation at our two locations in Stockport. Three of these had committed to our two year full time Rehabilitation programme, **3** had previously been in prison and **3** came directly to us from there. All **three** were likely to re-offend and we calculate that we have saved the Public Purse about **£262K** by keeping them out of prison during 2016.

Manchester city centre:

The number of homeless people attending the **Sunday afternoon City centre 'drop in'** averaged around **12** each week. However in the Autumn the average attending increased to **17**. Hot soup, crisps, cakes and biscuits as well as coffee, tea and soft drinks have been freely distributed on each occasion. The total served in all during 2016 was between **650** and **700** different individuals.

On average **26** homeless individuals each week during the year have benefitted from our volunteer's service in our **Sunday night 'street programme'**. We have distributed between **80** and **100** sleeping bags and warm clothing items such as, hats, scarves, socks, shoes, thermal underwear and hygiene packs. This has been in addition to the thousands of cups of tea and coffee and food such as sandwiches, cakes and biscuits handed out. In total we have catered for about **1,350** vulnerable, homeless people in this work to the Public benefit.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

Second Object Achievements - The relief of financial hardship

Overview – During 2016 we have provided **6865** low cost items to benefit some of the most financially needy in the Greater Manchester area and Stockport in particular. On average we have provided goods to about **134** customers each week throughout the year.

Itemised achievements - We have supplied **1865** separate items of bedroom, dining room and mobility furniture. Low cost Office furniture provided by us totalled **551** items. In addition, we have provided **350** beds and **385** sofas. We have also supplied **721** electrical appliances such as fridges and washing machines and **555** small electrical items such as hairdryers, DVD players etc.

We have sold **68** low cost computers and a further **17** items including Printers and games consoles at 'knock down' prices.

4881 separate items of clothing and Bric-a-brac have also been supplied at very low cost to help those suffering financial hardship.

Additional services -

Installations - We have provided low cost services such as washing machine (**24**) and cooker (**19**) installations to help those customers requiring most help through lack of means.

House clearances - We have completed **5** house clearances for our customers and have facilitated the recycling of **7** lots of unwanted furniture in pursuit of our aim to benefit the more financially deprived in our community

Recycling achievement – Our programme of supplying low cost items such as furniture and electrical goods has a consequential environmental benefit. Effectively we have recycled many items which would otherwise have been disposed of by tipping. This undoubtedly provides a benefit to the public good.

Below is a table of the quantities and weights of the most significant items we have recycled in 2016.

Category of Recycled Items	Units sold	weight per unit (kg)	Total Est weight (metric tons)
Assorted Bric-a-brac and clothing	4881	5	24.405
Dining room furniture	606	27	16.362
Bedroom furniture	433	35	15.155
Beds	350	348	12.193
Rinascente	355	15	5.325
Large electrical appliances	166	40.5	6.723
Medium small appliances	555	21.3	11.833
Small home furniture	453	14	6.342
Office furniture	551	24	13.224
Sofas	385	40	15.400

The total weight of goods recycled in the whole year we estimate to be 126.96 metric tons

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

Third Object Achievements - The advancement of the Christian Faith

It is very difficult to quantify achievements in relation to this third object simply because the real result of the propagation of the Christian faith is invisible. That said however, as one cannot see the wind but often see the effects of it, so an individual who adopt the Christianity should display the effects of their faith.

Daily Christian focus session for volunteers and staff: We have shown numerous videos of Christian songs and delivered many talks to present the emancipating truth of the Christian faith in these sessions.

The positive response from many of the individuals who have attended bears testimony to the effectiveness of these times toward the advancement of the Christian faith. Certain people have actually confessed how that learning more about the Christian faith presented in this format, has convinced them of its veracity. In fact the number of former 'Seetec' trainees who opt to stay on and attend these sessions voluntarily, proves their effectivity. Several have remarked on how their lives have changed for the better since attending them.

Distribution of Bibles and Christian literature: Hundreds of portions of scriptures have been distributed over the year by our volunteers. The majority of these have been given out in the Sunday afternoon city centre 'Drop in' and on the streets later in the evening. Christian pamphlets are freely available to read at the 'Drop in' or to take away and read later. The same is true in the evening when it is estimated that **20 to 30** leaflets are given to individuals each week on the streets of Manchester. On average **2 or 3** New Testaments or Bibles are also given and personally accepted each Sunday. Genuine Christian faith can only grow after germination of the 'living' Word of God.

Away breaks: In 2016 were arranged for the benefit of those in our Residential programme and our unemployed volunteers. These 'all expenses paid' activity breaks away in the English Lake district provided the opportunity to

have specific times of refreshment and reflection on Bible topics. The Christian faith of different individuals was seen to develop in this relaxed environment and helped achieve our object to advance the Christian faith.

Systematic Bible study: Those volunteers on the Residential programme benefited again this year by participating in thematic and consecutive Bible teaching sessions. This teaching was provided under the auspices of our Executive Officer Wesley Downs. Regular local church attendance for these individuals also provided opportunities for knowing more about Christian topics.

Both these openings for learning have borne positive results, witnessed by the changed behaviour and attitude of these former offenders. These changes provide evidence that the Christian faith has advanced in their lives resulting in tangible Public Benefit.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

Financial review

Summary

Income: Income for 2016 was **£248K**. The major sources were the charitable sales **£172K**, services **£58K** and donations **£17K**. Trading cost of sales was **£26K** which resulted in a Gross Profit was **£222K**.

Expenses: The total expenses amounted to **£250K**. The main contributors being payroll **£76K**, rent **£41K**, professional and legal fees **£22K** and the property service charges of **£17K**.

The resultant Net income was £(27)K.

Income and expenses: details – The biggest contributor to our overall income was the sale of donated items of furniture which amounted to £75K or 27% of the total. This was an increase of 6% compared to 2015 when strong competition had adversely affected this flow of income. Office furniture sales increased y/y by 5% to £14K and bric-a-brac sales also showed a slight rise of 2% to £21K.

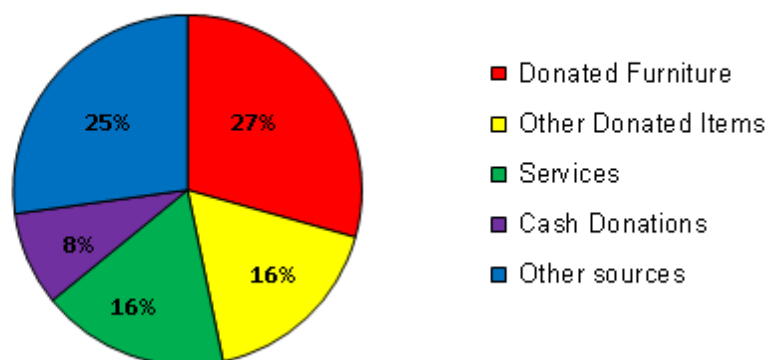
Accommodation income increased to £27K in the year. This is income derived from housing benefit and personal contributions to rent on behalf of participants in our Residential programme. Reclaimed Gift aid contributed another £11K to our income total.

In contrast however cash donations were down considerably at £22K, a drop of approximately 20% from 2015 when significant donations were given for building projects.

Cost cutting exercise: Income from our bespoke furniture outlet 'Rinacente' fell to £27K (a drop of 4% y/y) due largely to a cost cutting exercise we carried out in the autumn as we faced the reality of an impending relocation. The proposed redevelopment of Meadow Mill by its new owners necessitated a search for new premises for our operation to continue.

In October we relinquished our two first floor units in Meadow mill with the consequential demise of our loss making 'Rinacente' and Computer departments. These necessary changes resulted in substantially reduced costs to the Charity in the final quarter of the year. Rental costs and payroll expenses (which had increased in the earlier part of 2016) were curtailed at the same time so that we could be better prepared for a potentially expensive relocation.

Sources of Income



More detailed information concerning assets, liabilities and funds is shown in the accompanying accounts.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) *FOR THE YEAR ENDED 31 DECEMBER 2016*

Budget forecast: The financial ramifications of relocation will be ongoing throughout the coming year. There could well be an overlap in time when both our Meadow mill operation is 'winding down' and the new premises are being refitted and 'coming on stream'. The trustees will be carefully monitoring the situation and manage the risks responsibly in light of the evolving budget forecast.

We have maintained the smooth running of the Renewal North West's operation from these various sources of income in 2016. Sufficient funds have been generated without recourse to the reserve fund. Since volunteer help includes those the charity is looking to assist, this activity is not regarded as purely fundraising trading, but therapeutic provision of work for such.

We have not actively sought nor advertised for donations in 2016, but we really appreciate those gifts which we have received from individuals and churches who have donated so generously. God has supplied all our need and again demonstrated his faithfulness throughout the year. He is worthy of all the glory!

Reserves Policy

The policy is to keep sufficient funds to meet the day to day ebbs and flows of working capital, our aim being to reflect this in the bank Business Reserve account. These funds are monitored closely on an ongoing basis. The Charity's total Capital and Reserves at 31 December 2016 stood at **£296K**.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

Other Policies

(a) Health and Safety: This policy is designed and enforced so as to provide and maintain a safe place of work and a safe and healthy working environment for our volunteers and others. It sets out information in the promotion, awareness and understanding of health and safety throughout the workforce. Regular assessments of risks to volunteers and others are required to be made. Specific attention is given to ensuring the safety and absence of health risks in connection with the use, handling and storage of all articles substances and equipment.

Issues covered are fire safety, first aid, electrical equipment protocols, drug/alcohol controls, manual handling and driving. Our smoke free policy is also highlighted within the policy. Renewal North West endeavours to take all reasonable precautions to provide and maintain working conditions which are safe, healthy and that comply with all statutory requirements and codes of practice.

(b) Vulnerable Adults: The protection of vulnerable adults from abuse is a priority in all sections of Renewal North West's operation. Safeguarding and promoting the welfare of vulnerable adults is paramount to our work and is key to our objectives. Adequate training on safeguarding Adults is provided for the staff and all helping volunteers.

DBS disclosures - We are committed to safer recruitment policies and practices for trustees and volunteers which includes having enhanced DBS disclosures for Trustees and Helping volunteers when indicated.

(c) Equal Opportunities: Renewal Northwest is an equal opportunity employer and is committed to the policy of treating all its employees and job applicants equally. Our employment policy is to provide fair and fulfilling employment. We train our employees to allow them to develop as best suits their individual needs as well as those of the charity.

(d) Anti- Harassment: This policy outlines our commitment to provide a work environment in which all employees are treated with respect and dignity and that is free of harassment and bullying based upon age, disability, gender reassignment, race (including colour, nationality and ethnic or national origins), religion or belief, sex and/or sexual orientation. Breaching the terms of this policy could constitute unlawful discrimination, and could be treated as gross misconduct under the company's disciplinary procedure.

(e) Anti-Fraud Policy: This policy highlights the seriousness of fraud and other forms of dishonesty and outlines the measures the company takes to detect and deter it. This policy is reviewed on an annual basis and has within it procedures to be followed for detection and investigation.

(f) Remuneration of helping volunteers: Our policy for reimbursement of any travel expenses incurred by our volunteers as they as they travel to work by bus or train. These costs are normally reimbursed on a daily or weekly basis. Lunches are provided freely for all volunteers as required.

(g) Whistle blowing Policy: Renewal North west is committed to protecting individuals who make certain disclosures with regard to any instance of malpractice or wrong doing in the public interest. We believe in a culture of transparency and openness that encourages individuals to voice their concerns without fear of intimidation or recrimination. If any individual does voice concerns, they can expect a satisfactory explanation and their concern will be treated confidentially and rigorously investigated.

(h) Drivers best practice policy: This policy sets out the standards we expect of our van drivers as they carry out their duties of delivery and collection of donated goods.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2016

1. Upcoming Relocation: The need to relocate from our present base in Meadow Mill Stockport will dictate much of our planning as we move into the New Year. We have identified a site on the opposite side of the main A6 arterial road through Stockport. This relocation will inevitably involve extra resources and funding which we as trustees of Renewal North West must budget for responsibly. Negotiations with the landlords, both of Meadow mill and the new premises will continue in the hands of our solicitor under the auspices of our Executive Officer Wesley Downs on our behalf.

2. Supported Housing: We plan to make better use of our information in the Supported Housing area by the a system advocated by 'Homeless Link', a charity that functions with a vision to see the country free from homelessness. This 'Inform' system will facilitate the delivery of software that is best suited to our unique needs and improve planning and operational decision making. It will also provide training in its use as we support the residents in our programme.

3. Extra publicity: Advertising our existence and our Charitable objects to a wider audience for the public benefit to be prayerfully considered in the coming months.

4. Volunteering: Review of volunteering practice and legislation will be undertaken.

It is necessary to comment that we always consider our future plans subject to the will of God. To do otherwise would be to ignore the fact that he has lead and guided us these past years and supplied all our needs. We give him all the glory and continue to trust him as we plan for the future.

Structure, governance and management

The Charity is a company limited by guarantee, registered with Companies House on 24 January 2011 and with the Charity Commission on 14 December 2011. Its Articles of Association are the governing document.

The Trustees, who are also the directors for the purpose of company law, and who served during the year were:

Mr H Gill

Mr A S Gordon

Mr A P Dutton

Mr C R Maffey

Dr D J Watts

The need for the choice and appointment of new trustees is considered by the existing board on a regular basis and appointments are effective by a resolution of the board. Notice of such meetings and any proposed appointment must be received by all the trustees well in advance. New appointees must also have previously expressed their willingness to act.

A director appointed by a resolution of the other directors must retire at the next annual general meeting following their appointment and may be re-elected. Trustees who have been longest in office since their last appointment must retire by rotation at each annual general meeting but can then also be re-elected.

Prior to their appointment, new trustees are made aware of the importance of the role and the responsibilities attached. The following induction process involves an introduction to the history of the Charity and details of its aims and objects with emphasises of the Public Benefit aspect. New trustees are also provided with copies of The Articles of Association of the Charitable Company and its various policies.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

RENEWAL NORTHWEST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) *FOR THE YEAR ENDED 31 DECEMBER 2016*

The routine management and administration is carried out by Mr W. Downs (Executive Officer) who is responsible to the board of Trustees and reports directly to them.

The board of Trustees meets at least three times annually and at any other time when it becomes necessary to review progress and make decisions as they plan the future development of the Charity. The executive officer is usually present at the meetings of the trustees as he has the added responsibility of implementing their decisions on a day to day basis.

The Trustees' report was approved by the Board of Trustees.

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Mr H Gill

Trustee

Dated:

RENEWAL NORTHWEST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF RENEWAL NORTHWEST

I report on the accounts of the Charity for the year ended 31 December 2016, which are set out on pages 14 to 24.

Respective responsibilities of Trustees and examiner

The Trustees, who are also the directors of Renewal NorthWest for the purposes of company law, are responsible for the preparation of the accounts. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011, the 2011 Act, and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination being a Chartered Certified Accountant.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- (i) examine the accounts under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

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

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - (ii) to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

ART Accountants Limited

Chartered Certified Accountants
Ground Floor
11 Manvers Street
Bath
BA1 1JQ

Dated:

RENEWAL NORTHWEST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2016

	Notes	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
<u>Income and endowments from:</u>					
Offerings and donations received	3	17,021	5,000	22,021	102,110
Charitable activities	4	58,262	-	58,262	44,255
Charitable trading sales	5	172,368	-	172,368	177,547
Investments	6	435	-	435	473
Other income	7	-	-	-	1,100
Total income		248,086	5,000	253,086	325,485
<u>Expenditure on:</u>					
Raising funds	8	225,669	-	225,669	180,101
Charitable activities	9	49,612	-	49,612	48,100
Total resources expended		275,281	-	275,281	228,201
Net (expenditure)/income for the year/ Net movement in funds		(27,195)	5,000	(22,195)	97,284
Fund balances at 1 January 2016		188,945	129,243	318,188	220,904
Fund balances at 31 December 2016		161,750	134,243	295,993	318,188

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

RENEWAL NORTHWEST

BALANCE SHEET

AS AT 31 DECEMBER 2016

	Notes	2016 £	£	2015 £	£
Fixed assets					
Tangible assets	14		118,292		122,324
Current assets					
Stocks	16	803		8,747	
Debtors	17	16,545		25,654	
Cash at bank and in hand		202,497		169,881	
		219,845		204,282	
Creditors: amounts falling due within one year	19	(17,144)		(8,418)	
Net current assets			202,701		195,864
Total assets less current liabilities			320,993		318,188
Creditors: amounts falling due after more than one year	20		(25,000)		-
Net assets			295,993		318,188
Income funds					
Restricted funds	21		134,243		129,243
Unrestricted funds			161,750		188,945
			295,993		318,188

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2016. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The Trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the Trustees on

.....
Mr H Gill
Trustee

Company Registration No. 7502624

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

Charity information

Renewal NorthWest is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit G3, Water Street, Stockport, Cheshire, SK1 2BY.

1.1 Accounting convention

The accounts have been prepared in accordance with the Charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These accounts for the year ended 31 December 2016 are the first accounts of Renewal NorthWest prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 January 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

1.4 Incoming resources

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	nil
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

1 Accounting policies

(Continued)

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

3 Offerings and donations received

	Unrestricted funds	Restricted funds	Total 2016	Total 2015
	£	£	£	£
Donations and gifts	17,021	5,000	22,021	102,110
For the year ended 31 December 2015	<u>90,110</u>	<u>12,000</u>		<u>102,110</u>

4 Charitable activities

	2016 £	2015 £
Income from services	<u>58,262</u>	<u>44,255</u>

5 Charitable trading sales

	2016 £	2015 £
Shop income	<u>172,368</u>	<u>177,547</u>

6 Investments

	2016 £	2015 £
Interest receivable	<u>435</u>	<u>473</u>

7 Other income

	2016 £	2015 £
Net gain on disposal of tangible fixed assets	<u>-</u>	<u>1,100</u>

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

8 Raising funds

	2016	2015
	£	£
<u>Trading costs</u>		
Operating charity shops	22,562	21,577
Staff costs	79,769	51,168
Support costs	123,338	107,356
	<u>225,669</u>	<u>180,101</u>

9 Charitable activities

	2016	2015
	£	£
Charitable expenditure	7,493	5,132
Share of support costs (see note 11)	40,919	42,068
Share of governance costs (see note 11)	1,200	900
	<u>49,612</u>	<u>48,100</u>
Analysis by fund		
Unrestricted funds	49,612	
	<u>49,612</u>	
For the year ended 31 December 2015		
Unrestricted funds		48,100
		<u>48,100</u>

10 Description of charitable activities

Homeless support

The relief of unemployment for the Public Benefit in the Greater Manchester area in such ways as may be thought fit, including the provision of work experience, skills development and training so as to assist in gaining employment and the provision of food and temporary accommodation for homeless unemployed persons.

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

11 Support costs

	Support costs £	Governance costs £	2016 £	2015 £	Basis of allocation
Depreciation	4,032	-	4,032	1,288	Apportionment
Establishment costs	85,504	-	85,504	87,797	Apportionment
Motor vehicle expenses	10,830	-	10,830	12,749	Shop
Advertising	8,777	-	8,777	11,084	Shop
Client expenses	5,915	-	5,915	6,171	Charitable Activity
Training	7,764	-	7,764	3,692	Apportionment
Communications and IT	3,466	-	3,466	10,796	Apportionment
Travel	5,534	-	5,534	7,719	Apportionment
Legal and professional	23,420	-	23,420	2,843	Apportionment
General office costs	2,183	-	2,183	2,614	Apportionment
Other costs	6,832	-	6,832	2,671	Apportionment
Accountancy and Independent Examination	-	1,200	1,200	900	Governance
	<u>164,257</u>	<u>1,200</u>	<u>165,457</u>	<u>150,324</u>	
Analysed between					
Trading	123,338	-	123,338	107,356	
Charitable activities	40,919	1,200	42,119	42,968	
	<u>164,257</u>	<u>1,200</u>	<u>165,457</u>	<u>150,324</u>	

Governance costs includes payments to the independent Examiner of £1,200 (2015- £900) for the Independent examination, preparation of accounts and other services.

12 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year.

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

13 Employees

Number of employees

The average monthly number employees during the year was:

2016 Number	2015 Number
7	5

Employment costs

	2016 £	2015 £
Wages and salaries	79,769	51,168

14 Tangible fixed assets

	Land and buildings £	Motor vehicles £	Total £
Cost			
At 1 January 2016	111,406	19,635	131,041
At 31 December 2016	111,406	19,635	131,041
Depreciation and impairment			
At 1 January 2016	-	8,717	8,717
Depreciation charged in the year	-	4,032	4,032
At 31 December 2016	-	12,749	12,749
Carrying amount			
At 31 December 2016	111,406	6,886	118,292
At 31 December 2015	111,406	10,918	122,324

15 Financial instruments

	2016 £	2015 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	355	4,428
Carrying amount of financial liabilities		
Measured at amortised cost	42,144	8,418

16 Stocks

	2016 £	2015 £
Finished goods and goods for resale	803	8,747

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

17 Debtors

	2016 £	2015 £
Amounts falling due within one year:		
Trade debtors	355	2,104
Other debtors	2,627	7,250
Prepayments and accrued income	13,563	16,300
	<u>16,545</u>	<u>25,654</u>

18 Loans and overdrafts

	2016 £	2015 £
Other loans	25,000	-
	<u>25,000</u>	<u>-</u>
Payable after one year	25,000	-
	<u>25,000</u>	<u>-</u>

The charity received an open ended loan from Emmaus Bible School in 2016 with no fixed term repayment date or interest payable.

19 Creditors: amounts falling due within one year

	2016 £	2015 £
Trade creditors	595	622
Other creditors	349	296
Accruals and deferred income	16,200	7,500
	<u>17,144</u>	<u>8,418</u>

20 Creditors: amounts falling due after more than one year

	2016 £	2015 £
Borrowings	25,000	-
	<u>25,000</u>	<u>-</u>

RENEWAL NORTHWEST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2016

21 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2016 £	Movement in funds		Balance at 31 December 2016 £
		Incoming funds £	Outgoing funds £	
Accommodation for Homeless	90,677	-	-	90,677
Improvements to The Mill Property	38,566	5,000	-	43,566
	<u>129,243</u>	<u>5,000</u>	<u>-</u>	<u>134,243</u>

22 Analysis of net assets between funds

	Unrestricted Fund £	Restricted Fund £	Total £
Fund balances at 31 December 2016 are represented by:			
Tangible assets	17,068	101,224	118,292
Current assets/(liabilities)	169,682	33,019	202,701
Long term liabilities	(25,000)	-	(25,000)
	<u>161,750</u>	<u>134,243</u>	<u>295,993</u>

23 Related party transactions

There were no disclosable related party transactions during the year (2015- none).

Key management personnel received no remuneration during the year and this role was done on an unquantifiable voluntary basis.