

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 DECEMBER 2016
FOR
ANIMAL WELFARE (FURNESS)**

ANIMAL WELFARE (FURNESS)

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FOR THE YEAR ENDED 31 DECEMBER 2016**

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ANIMAL WELFARE (FURNESS)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2016

The trustees present their report with the financial statements of the charity for the year ended 31 December 2016. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

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

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

Public benefit

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

ACHIEVEMENT AND PERFORMANCE

Charitable activities

This year at Animal Welfare (Furness) has been a challenging year for Animal Welfare. Our new shop premises in Barrow town centre purchased in December 2014 continues to be a significant contributor to our income and we have maintained our combined income from this and our Ulverston shop to more than £100,000 for a second year. However, we have had to reduce the number of trustees from eight to five due to retirement and the number of volunteers coming forward to help in our shops continues to decline. We continue to be active at local recruitment fairs.

Our cattery continues to be very busy and has re-homed around 220 cats and kittens this year. Our cattery runs in our Rawlinson Street premises continue to be fully utilised with the numbers of cats and kittens we are being asked to re-home. We continue to rent three kennels at the borough kennels to keep up with the number of dogs we are asked to re-home, this year we have re-homed about 20 dogs. In addition to the cats and dogs the charity also supports numerous birds at a local bird sanctuary for wild birds.

The charity continues to micro-chip and where possible neuter pets before they are re-homed. In addition, we continue to provide micro-chipping for pets from any member of the general public free of charge.

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

During the year the shops in Barrow and Ulverston have continued to operate due to the generosity of the public in donating goods for resale. Unfortunately, we have not been able to maintain our eBay sales due to the lack of volunteers but plan to reinstate this income stream when volunteers permit.

FINANCIAL REVIEW

Reserves policy

It is the committee's policy that the reserves held by the charity should be such that the charity can carry on its activities for six months without income. The reserves should, therefore, represent one half of the years expenditure. At 31st December 2016 the reserves meet the policy requirement.

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

ANIMAL WELFARE (FURNESS)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2016

FINANCIAL REVIEW

Donations

During the year 2016 a donation of £5,000 (2015: £5,000) was received from the Samuel & Freda Parkinson Charitable Trust. This trust has supported Animal Welfare (Furness) over a number of years for which the charity is duly grateful. In addition, during the year legacies amounting to £33,350 were received.

For the 2016 year, the charity generated a surplus in funds of £82,170 (2015: £56,147).

FUTURE PLANS

Our main focus this year is to operate our two shops with reduced staffing whilst increasing the number of volunteers and ultimately trustees to enable us to reinstate the eBay income stream.

Our plan to develop and expand our cattery at the Rawlinson street premises remains our ambition, however, we have had to put these on hold temporarily whilst we recover staffing levels.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

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

Risk management

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

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

519065

Principal address

207 Rawlinson Street
Barrow in Furness
Cumbria
LA14 1ED

Trustees

Mrs S Gregory
Miss S Bottomley
Mrs M Hudson
Mrs J Stephenson
Mrs R Wilkinson
Mr C Lunt

Secretary
Deputy Chairperson - resigned 31.5.16
Chairperson
Treasurer

- appointed 26.10.16

Independent examiner

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

ANIMAL WELFARE (FURNESS)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2016**

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

The Royal Bank of Scotland plc
234-236 Dalton Road
Barrow in Furness
Cumbria
LA14 1PN

Approved by order of the board of trustees on 19 October 2017 and signed on its behalf by:

Mrs M Hudson - Trustee

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

I report on the accounts for the year ended 31 December 2016 set out on pages five to ten.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's 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 required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- 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
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with 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 statements below.

Independent examiner's statement

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

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

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

19 October 2017

ANIMAL WELFARE (FURNESS)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2016

		31.12.16 Unrestricted fund £	31.12.15 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies		59,882	37,890
Other trading activities	2	110,265	102,080
Investment income	3	1,259	2,429
Total		171,406	142,399
 EXPENDITURE ON			
Charitable activities			
Activities		20,128	21,810
Other		69,108	64,442
Total		89,236	86,252
 NET INCOME		82,170	56,147
 RECONCILIATION OF FUNDS			
Total funds brought forward		292,121	235,974
 TOTAL FUNDS CARRIED FORWARD		374,291	292,121
 CONTINUING OPERATIONS			
All income and expenditure has arisen from continuing activities.			

The notes form part of these financial statements

ANIMAL WELFARE (FURNESS)

BALANCE SHEET AT 31 DECEMBER 2016

		31.12.16 Unrestricted fund £	31.12.15 Total funds £
	Notes		
FIXED ASSETS			
Tangible assets	7	123,000	123,000
CURRENT ASSETS			
Debtors	8	1,959	2,100
Cash at bank and in hand		251,436	171,230
		<u>253,395</u>	<u>173,330</u>
CREDITORS			
Amounts falling due within one year	9	(2,104)	(4,209)
NET CURRENT ASSETS		<u>251,291</u>	<u>169,121</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		374,291	292,121
NET ASSETS		<u>374,291</u>	<u>292,121</u>
FUNDS	11		
Unrestricted funds		374,291	292,121
TOTAL FUNDS		<u>374,291</u>	<u>292,121</u>

The financial statements were approved by the Board of Trustees on 19 October 2017 and were signed on its behalf by:

Mrs M Hudson -Trustee

The notes form part of these financial statements

ANIMAL WELFARE (FURNESS)

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property - not provided

Freehold property has not been depreciated which is a departure from the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Charities Act 2011.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

2. OTHER TRADING ACTIVITIES

	31.12.16	31.12.15
	£	£
Shop income	107,915	99,487
Sale of rags & books	2,350	2,593
	<hr/>	<hr/>
	110,265	102,080
	<hr/>	<hr/>

ANIMAL WELFARE (FURNESS)

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

3. INVESTMENT INCOME

	31.12.16	31.12.15
	£	£
Interest received	1,259	2,429
	<u> </u>	<u> </u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2016 nor for the year ended 31 December 2015 .

Trustees' expenses

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

5. STAFF COSTS

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

	31.12.16	31.12.15
Employees	6	4
	<u> </u>	<u> </u>

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

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	37,890
Other trading activities	102,080
Investment income	2,429
Total	<u>142,399</u>
EXPENDITURE ON	
Charitable activities	
Activities	21,810
Other	64,442
Total	<u>86,252</u>
NET INCOME	<u>56,147</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	235,974
TOTAL FUNDS CARRIED FORWARD	<u>292,121</u>

ANIMAL WELFARE (FURNESS)

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

7. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2016 and 31 December 2016	123,000
NET BOOK VALUE	
At 31 December 2016	123,000
At 31 December 2015	123,000

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.16	31.12.15
	£	£
Other debtors	1,959	2,100

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.16	31.12.15
	£	£
Bank loans and overdrafts (see note 10)	-	3,741
Taxation and social security	9	-
Other creditors	2,095	468
	2,104	4,209

10. LOANS

An analysis of the maturity of loans is given below:

	31.12.16	31.12.15
	£	£
Amounts falling due within one year on demand:		
Bank overdraft	-	3,741

11. MOVEMENT IN FUNDS

	At 1.1.16	Net movement in funds	At 31.12.16
	£	£	£
Unrestricted funds			
General fund	292,121	82,170	374,291
TOTAL FUNDS	292,121	82,170	374,291

ANIMAL WELFARE (FURNESS)

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

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	171,406	(89,236)	82,170
TOTAL FUNDS	<u>171,406</u>	<u>(89,236)</u>	<u>82,170</u>

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2016.

ANIMAL WELFARE (FURNESS)

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2016

	31.12.16 £	31.12.15 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	18,057	13,682
Bequests & legacies	33,350	15,908
Membership	-	60
Adoptions	8,475	8,240
	<hr/>	<hr/>
	59,882	37,890
Other trading activities		
Shop income	107,915	99,487
Sale of rags & books	2,350	2,593
	<hr/>	<hr/>
	110,265	102,080
Investment income		
Interest received	1,259	2,429
	<hr/>	<hr/>
Total incoming resources	171,406	142,399
EXPENDITURE		
Charitable activities		
Veterinary fees	15,347	17,012
Food & litter	2,997	4,512
Kennelling charges	1,784	286
	<hr/>	<hr/>
	20,128	21,810
Support costs		
Management		
Rent & rates	13,520	12,159
Insurance	2,233	2,048
Light and heat	4,238	4,755
Repairs & maintenance	3,863	7,800
Equipment	521	1,290
Refuse collection	1,317	1,136
Cleaning	886	712
	<hr/>	<hr/>
	26,578	29,900
Finance		
Wages	31,330	20,658
Travelling expenses	3,185	5,135
Advertising	799	235
Telephone	1,485	2,697
Bank charges	-	448
Legal fees	-	250
	<hr/>	<hr/>
	36,799	29,423

This page does not form part of the statutory financial statements

ANIMAL WELFARE (FURNESS)

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2016**

	31.12.16 £	31.12.15 £
Information technology		
Card machine charges	845	798
Packaging	253	85
Postage and stationery	888	769
Licences	20	20
Sundries	1,225	947
	<hr/> 3,231	<hr/> 2,619
Governance costs		
Accountancy and legal fees	2,500	2,500
	<hr/>	<hr/>
Total resources expended	89,236	86,252
	<hr/>	<hr/>
Net income	<u><u>82,170</u></u>	<u><u>56,147</u></u>

This page does not form part of the statutory financial statements