

LAST CHANCE ANIMAL RESCUE HOME

REGISTERED CHARITY NO: 1002349

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2023

LAST CHANCE ANIMAL RESCUE HOME

CHARITY REGISTRATION NUMBER

1002349

TRUSTEES

D. Dawes
A. Hakes
L. Mason
A. Ramsey

PRINCIPAL ADDRESS

Stickhill
Hartfield Road
Edenbridge
TN8 5NH

SENIOR MANAGER

J Mansfield

AUDITORS

Moore Kingston Smith LLP
Betchworth House
57-65 Station Road
Redhill
Surrey
RH1 1DL

SOLICITORS

Hempsons
Hempsons House
40 Villiers Street
London
WC2N 6NJ

PRINCIPAL BANKERS

National Westminster Bank
39 Station Road
Redhill
Surrey
RH1 1QN

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FOR THE YEAR ENDED 31 MARCH 2023**

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LAST CHANCE ANIMAL RESCUE HOME REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

The Trustees present their report and the financial statements for the year ended 31 March 2023. The Trustees have adopted the provisions of the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (second edition - October 2019).

Objectives and Activities

The objects of the charity are as set out in the Trust Deed and are to provide or maintain refuge or rescue homes or animal hospitals or sanctuaries or other facilities for the reception and care of injured or abused or unwanted animals of any species and the treatment and rehabilitation of such abused or ill-treated animals of any species.

The charity's objectives for the year were to rescue and re-home an increasing number of animals and improve facilities at the centre wherever possible.

We have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The charity does not use the services of paid fund raisers except for the manager of our Bromley Charity Shop who is a paid employee and have not received any complaints concerning our fund raisers or activities.

Achievements and Performance

In 2023 the charity rehomed in total 520 animals, some of whom were neglected, others abandoned or unwanted and some of whom were handed in due to their owners no longer being able to care for them (2022: 457). This equated to an average of approx. 10 animals every week of the year. Some of the animals coming into the centre are strays, which we collect from a pound in Wales although this was very restricted again due to lockdown which prevented us from visiting the pound in Wales. For some animals this really is their last chance. Other animals come from local "hand ins" as we try not to turn any animal away. We implement a strict neutering policy and ensure every animal is wormed and inoculated by our veterinary surgeon, as well as microchipped for identification purposes. The charity also rehabilitated numerous animals needing extra medical treatment or surgery, using the excellent veterinary care facilities we have at the rescue centres, and if necessary referring animals needing specialist surgery to referral clinics to receive treatment.

Activities at both our New Romney and Edenbridge Centres are now back in full swing following the Pandemic. We welcomed the return of volunteers and were happy to be able to benefit from the support of our wonderful fosterers.

During 2023 work was completed on phase two of our second kennel block at New Romney and we were able to admit dogs needing our help into this facility.

Building work was completed on target in Autumn 2023 on our new office block and reception at our Edenbridge Centre, providing much needed new and practical facilities for the smooth running of the charity.

Structure, Governance and Management

Last Chance Animal Rescue Home is regulated by a trust deed dated 20 March 1991 and is registered with the Charity Commissioners under registration number 1002349.

The Trustees are ultimately responsible for all aspects of the charity's affairs with the day to day management of the Rescue Centres being carried out by the senior manager, Ms J. Mansfield. Any major operational decisions, including the recruitment of new or additional staff are made by the Trustees based upon the recommendations of the senior manager.

New Trustees are sought when required. Only those with the necessary skills, experience and empathy for the charity's work will be appointed as decided by the existing Trustees. New Trustees will receive a pack of information concerning the history and background of the charity including financial information and will receive a briefing from the existing Trustees.

LAST CHANCE ANIMAL RESCUE HOME REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

Pay policy for senior staff

The salaries for key management personnel are reviewed annually and is dependent on delivery against individual annual objectives in accordance with the charity's aims and values.

The levels of pay aims to:

- recruit and retain talented individuals to lead and develop the charity; and
- develop and sustain high performance.

Pay for key management personnel reflects the market for comparable jobs in comparable organisations, the level of knowledge, skills and experience required and the responsibilities associated with each role.

Principal risks and uncertainties

The Trustees are responsible for ensuring there are adequate risk management and internal control systems in place to effectively manage the major risks to which the charity is exposed.

The Trustees consider the following risks to be the most significant in terms of strategic, business & operational risks and the following systems have been implemented to manage those risks:

Risk	Management
Increased competition for voluntary income	Increased emphasis is put on fundraising and increasing local and national awareness to engage with new and existing supporters.
Risk of standards slipping at the rescue centres leading to reduced animal welfare	Staff are vetted and trained to ensure the best care for the animals. The health and welfare of animals is regularly monitored.
Events that could impact the charity's reputation	All staff are trained to ensure they are equipped to deal with the running of the charity and their specific role. If necessary, advice is sought on key issues that may impact the charity.

Financial Review

In 2023 income of £1,444,866 was £262,871 less than the previous year (£1,707,737) This is predominantly due to a decrease in legacy income. This income is expected to fluctuate year on year given the nature of it, and as such cannot be anticipated. Adoption income was £123,265 compared to £74,042 in 2022.

Overall expenditure in the year increased by £114,595 and as a result there is a surplus for the year of £608,417 compared with a surplus of £985,883 in 2022.

Once again the charity is immensely grateful for the donations and legacies it has received. This financial support has greatly enhanced our performance for the year. Free reserves are £2,438,342. There are no restricted funds.

Reserves Policy

In setting the reserves policy the Trustees are influenced by the fact that the charity is overwhelmingly reliant on voluntary income. This may fluctuate significantly during the course of the year, and from year to year. With that in mind, and the fact an additional kennel block has now been opened, the Trustees have decided that the level of free reserves should remain at the increased level of £400,000 to ensure adequate funds are available to allow for the rehoming of all animals should it become necessary.

At 31 March 2023 free reserves stood at £2,438,342. A lot of the surplus will be utilised in the continued development of both the Edenbridge and New Romney sites to as we seek to improve the facilities.

The designated Fixed Asset Fund represents the value of the charity's fixed assets, predominantly the land and buildings at the two rescue centres.

**LAST CHANCE ANIMAL RESCUE HOME
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Plans for Future Periods

Having now gained Planning Permission from the Local Authority for a function room/tearoom/charity shop along with associated parking and access road at our New Romney Centre, construction work is progressing well, and we are hopeful of opening the facility later in the year.

We are extensively advertising for a part-time vet at our New Romney Centre as numbers have increased and a real need for an inhouse vet would be highly advantageous.

The staff accommodation at our Edenbridge centre has now sadly succumbed to time and needs replacing to ensure the safety and well being of our staff who provide the 24 hour cover required at the centre. We are seeking planning permission to replace the existing staff accommodation with a purpose built unit.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The law applicable to charities in England and Wales requires the Trustees to prepare financial statements of each financial year which give a true and fair view of the state of affairs of the Charity and of the income and expenditure of the Charity for that period. In preparing these financial statements the Trustees are required to:

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

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

Moore Kingston Smith LLP have indicated their willingness to continue in office and a resolution will be proposed at the General Meeting that they are reappointed as auditors to the charity.

Signed on behalf of the Trustees

A.A. Hakes

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A. Hakes

Date: 29-1-24

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF LAST CHANCE ANIMAL RESCUE HOME

Opinion

We have audited the financial statements of Last Chance Animal Rescue Home for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023, and of its incoming resources and application of resources, 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 Charities Act 2011.

Basis for opinion on financial statements

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 charity 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 qualified 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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are 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 other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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 themselves. 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns;
- we have not received all the information and explanations we required for our audit.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF LAST CHANCE ANIMAL RESCUE HOME

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 3, 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF LAST CHANCE ANIMAL RESCUE HOME

We communicate with those charged with governance regarding, among other matters, the planned scope and timings of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charity'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 any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.



Date: 30/01/2024

MOORE KINGSTON SMITH LLP
Statutory auditor

Betchworth House
57-65 Station Road
Redhill
Surrey
RH1 1DL

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006.

**LAST CHANCE ANIMAL RESCUE HOME
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023**

	<u>Notes</u>	Unrestricted Funds	
		2023	2022
		£	£
Income from:			
Donations and Legacies		1,194,038	1,508,079
Charitable Activities	2	152,085	109,743
Other Trading Activities	3	90,064	89,258
Investments		8,679	657
Total Operating Income		<u>1,444,866</u>	<u>1,707,737</u>
Expenditure on:			
Raising Funds	4	20,078	18,060
Charitable Activities	5	816,371	703,794
Total Operating Expenditure		<u>836,449</u>	<u>721,854</u>
Net Movement in Funds		<u>608,417</u>	<u>985,883</u>
Total Funds Brought Forward		<u>3,908,399</u>	<u>2,922,516</u>
Total Funds Carried Forward	14	<u><u>4,516,816</u></u>	<u><u>3,908,399</u></u>

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

**LAST CHANCE ANIMAL RESCUE HOME
BALANCE SHEET AT 31 MARCH 2023**

	<u>Notes</u>	2023 £	2022 £
Fixed Assets			
Tangible assets	10	2,078,473	1,816,276
Investments	11	<u>1</u>	<u>1</u>
		2,078,474	1,816,277
Current Assets			
Stocks		15,041	10,705
Debtors and prepayments	12	32,842	34,982
Cash at bank and in hand		<u>2,453,313</u>	<u>2,085,543</u>
		2,501,196	2,131,230
Creditors:			
Amounts falling due within one year	13	<u>(62,854)</u>	<u>(39,108)</u>
Net Current Assets		<u>2,438,342</u>	<u>2,092,122</u>
Total Assets Less Current Liabilities		<u>4,516,816</u>	<u>3,908,399</u>
Total Funds			
Unrestricted Funds	14	<u>4,516,816</u>	<u>3,908,399</u>

The financial statements were approved by the trustees on 29-1-24 and signed on their behalf by:

A.A. Hakes
A. Hakes
Trustee

The notes on pages 10 to 15 form part of these financial statements.

LAST CHANCE ANIMAL RESCUE HOME
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2023

	2023	2022
	£	£
Net cash provided by operating activities	<u>686,761</u>	<u>1,018,269</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(320,376)	(183,442)
Loss on disposal of tangible fixed asset	1,385	-
Net cash used in investing activities	<u>(318,991)</u>	<u>(183,442)</u>
Change in cash and cash equivalents in the reporting period	<u>367,770</u>	<u>834,827</u>
Net decrease in cash and cash equivalents		
Cash and cash equivalents at the beginning of the year	2,085,543	1,250,716
Cash and cash equivalents at the end of the year	<u>2,453,313</u>	<u>2,085,543</u>

**RECONCILIATION OF NET INCOMING RESOURCES TO
NET CASH FLOW FROM OPERATIONS**

	2023	2022
	£	£
Net income	608,417	985,883
Adjustments for:		
Depreciation	56,794	49,208
(Increase)/ Decrease in stock	(4,336)	2,715
(Increase)/ Decrease in debtors	2,140	(10,595)
Increase/ (Decrease) in creditors	23,746	(8,942)
Net cash provided by operating activities	<u>686,761</u>	<u>1,018,269</u>

ANALYSIS OF CHANGE IN NET FUNDS

	1 April 2022	Cash flows	31 March 2023
	£	£	£
Cash at bank and in hand	<u>2,085,543</u>	<u>367,770</u>	<u>2,453,313</u>

LAST CHANCE ANIMAL RESCUE HOME NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1. Accounting Policies

1.1 Accounting convention

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102). The charity is a public benefit entity for the purposes of FRS 102, and the charity has also prepared its financial statements in accordance with the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102 Charities SORP) and the Charities Act 2011. The accounts do not comply with the Charities (Accounts and Report) Regulations 2008 as this requires compliance with SORP 2005 which has now been superseded.

These financial statements are prepared under the historical cost convention. The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest pound. The principal accounting policies adopted are set out below.

1.2 Going concern

At the Balance sheet date, the charity has unrestricted funds of £4,516,816 and a strong cash balance of £2,453,313. Subsequent to the year end, the trustees have assessed whether the use of the going concern basis of preparation of the financial statements is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. In particular, the trustees have taken into account the levels of cash held by the charity and the pressures on income. Whilst the ultimate impact of increased costs cannot currently be quantified the trustees do not believe that it will significantly impact the ability of the charity to continue as a going concern.

The trustees have made this assessment for a period of at least one year from the date of approval of these financial statements. After making enquiries, the trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

1.3 Income

All income is recognised when there is an entitlement to the funds, the receipt is probable and the amount can be measured reliably.

Legacies are recognised following probate and once there is sufficient evidence that receipt is probable and the amount of the legacy receivable can be measured reliably. Where entitlement to a legacy exists but there is uncertainty as to its receipt or the amount receivable, details are disclosed as a contingent asset until the criteria for income recognition are met.

1.4 Resources Expended

Expenditure is included in the Statement of Financial Activities on an accruals basis and recognised gross of irrecoverable VAT. Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefit will be required in settlement and the amount of the obligation can be measured reliably.

All costs are allocated between expenditure categories on a basis designed to reflect the use of the resources. Costs related to a particular activity are allocated directly. Support costs are apportioned on an appropriate basis. These are costs which assist the work of the charity but do not directly represent charitable activities and include office costs and governance costs.

Governance costs comprise the cost of running the charity, including external accountancy, audit, Trustees' legal advice and constitutional and statutory compliance costs.

1.5 Gift aid

Gift aid and other income received by the charity in respect of which a claim for repayment for tax has or will be made is grossed up for the tax recoverable and this gross amount is recognised in the Statement of Financial Activities.

1.6 Government grant receivable

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

**LAST CHANCE ANIMAL RESCUE HOME
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023 (Continued)**

1. Accounting Policies (Contd)

1.7 Fixed Assets

Tangible fixed assets are capitalised at cost and depreciated to their estimated residual value over their estimated useful lives, as follows:

Freehold buildings	2% cost
Improvements to premises	20% reducing balance
Kennels and cattery	20% reducing balance
Motor vehicles	25% reducing balance
Furniture and equipment	20% reducing balance

Freehold land is not depreciated.

At the end of each accounting period the residual values and useful lives of assets are reviewed and adjusted if necessary. In addition, if events or change in circumstances indicate that the carrying value may not be recoverable then the carrying values of tangible fixed assets are reviewed for impairment.

1.8 Stock

Stocks are valued at the lower of cost and estimated net realisable value.

1.9 Leases

Rent payable under operating leases is accounted for in the Statement of Financial Activities in equal amounts over the period of the lease.

1.10 Fund Accounting

Funds held by the Charity are either:

Unrestricted general funds- these are funds that can be used in accordance with the charitable objects at the discretion of the Trustees.

Restricted funds- these are funds that 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.

1.11 Critical Accounting Estimates and Areas of Judgement

In the view of the trustees in applying the accounting policies adopted, no judgements were required that have made a significant effect on the amounts recognised in the financial statements nor do any estimates or assumptions made carry a significant risk of material adjustment in the next financial year.

1.12 Financial Instruments

Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand and short term deposits with a maturity date of three months or less.

Debtors and creditors

Debtors and creditors receivable or payable within one year of the reporting date are carried at their transaction price. Debtors and creditors that are receivable or payable in more than one year and not subject to market rate of interest are measured at the present value of the expected future receipts or payments discounted at a market rate of interest.

Fixed Asset Investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value as at the balance sheet date using the closing quoted market price. The statement of financial activities includes the net gains and losses arising on revaluation and disposals throughout the year.

2. Income from Charitable Activities

	Unrestricted Funds 2023 £	Unrestricted Funds 2022 £
Adoptions	123,265	74,042
Other	28,820	35,018
Government Grant	-	683
	<u>152,085</u>	<u>109,743</u>

LAST CHANCE ANIMAL RESCUE HOME
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023 (Continued)

3. Income from Other Trading Activities		Unrestricted Funds 2023	Unrestricted Funds 2022
		£	£
Shop Income		63,885	53,922
Fundraising		16,053	25,084
Membership Income		10,126	10,252
		<u>90,064</u>	<u>89,258</u>

4. Expenditure on Raising Funds		Direct Costs	Support Costs	Total 2023
Year to 31 March 2023		£	£	£
Expenditure directly allocated to raising funds				
Premises costs	15,000	-		15,000
Support costs allocated to raising funds				
Salaries	-	1,228		1,228
Prizes	-	3,850		3,850
	<u>15,000</u>	<u>5,078</u>		<u>20,078</u>

Year to 31 March 2022		Direct Costs	Support Costs	Total 2022
		£	£	£
Expenditure directly allocated to raising funds				
Premises costs	15,083	-		15,083
Support costs allocated to raising funds				
Salaries	-	1,127		1,127
Prizes	-	1,850		1,850
	<u>15,083</u>	<u>2,977</u>		<u>18,060</u>

All expenditure on raising funds was unrestricted.

5. Expenditure on Charitable Activities		Direct Costs	Support Costs	Total 2023
Year to 31 March 2023		£	£	£
Expenditure directly allocated to activities				
Salaries	467,752	-		467,752
Feed, bedding and consumables	12,881	-		12,881
Vet expenses	91,452	-		91,452
Depreciation	56,794	-		56,794
Other premises costs	49,897	-		49,897
Utilities and cleaning	54,349	-		54,349
Motor running costs	4,558	-		4,558
Travelling expenses	1,034	-		1,034
Sundry costs	1,856	-		1,856
Staff training	284	-		284
Support costs allocated to activities				
Salaries	-	11,049		11,049
Marketing	-	4,076		4,076
Postage, printing and stationery	-	14,737		14,737
Subscriptions	-	704		704
Telephone	-	4,050		4,050
Bank charges	-	4,067		4,067
Audit	-	19,500		19,500
Accountancy	-	9,509		9,509
Legal and professional	-	3,442		3,442
Loss on disposal of tangible fixed asset	-	1,385		1,385
Staff welfare	-	2,995		2,995
	<u>740,857</u>	<u>75,514</u>		<u>816,371</u>

**LAST CHANCE ANIMAL RESCUE HOME
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023 (Continued)**

5. Expenditure on Charitable Activities (Contd)
Year to 31 March 2022

	Direct Costs £	Support Costs £	Total 2022 £
Expenditure directly allocated to activities			
Salaries	352,896	-	352,896
Feed, bedding and consumables	69,495	-	69,495
Vet expenses	68,535	-	68,535
Depreciation	49,208	-	49,208
Other premises costs	49,451	-	49,451
Utilities and cleaning	43,282	-	43,282
Motor running costs	2,546	-	2,546
Travelling expenses	283	-	283
Sundry costs	6,926	-	6,926
Support costs allocated to activities			
Salaries	-	10,146	10,146
Marketing	-	5,906	5,906
Postage, Printing and Stationery	-	12,645	12,645
Telephone	-	2,831	2,831
Bank charges	-	2,230	2,230
Audit	-	8,250	8,250
Accountancy	-	7,868	7,868
Legal and professional	-	9,709	9,709
Staff welfare	-	1,587	1,587
	<u>642,622</u>	<u>61,172</u>	<u>703,794</u>

Included within support costs are governance costs of £32,451 (2022: £25,827).

All expenditure on charitable activities was unrestricted.

6. Employee Information

	2023 £	2022 £
Wages and salaries	439,508	332,693
Employers National Insurance	32,134	24,532
Pension contributions	8,387	6,944
	<u>480,029</u>	<u>364,169</u>

The average number of employees was 22, analysed as follows:

Direct charitable	21	14
Administration	1	1
	<u>22</u>	<u>15</u>

No employee was paid £60,000 or more during the year.

At the year end there is an amount included in other creditors of £1,194 (2022: £652) in respect of pension contributions.

7. Taxation

The Charity is not liable to Corporation Tax as the income is of an exempt nature.

8. Net Operating Income

This is stated after charging:

	2023 £	2022 £
Auditors' Remuneration	<u>19,500</u>	<u>8,250</u>

LAST CHANCE ANIMAL RESCUE HOME
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023 (Continued)

9. Trustees and Key Management Personnel

Key management personnel include the Trustees of the Charity.

The Trustees received no remuneration or benefits in kind from the Charity. No trustees were reimbursed expenses during the period.

10. Tangible Assets	Land & Buildings £	Kennels & Cattery £	Furniture & Equipment £	Motor Vehicles £	Total £
Cost					
At 1 April 2022	2,299,368	408,336	82,851	39,480	2,830,035
Additions	265,973	-	54,403	-	320,376
Disposals	-	-	(31,500)	-	(31,500)
At 31 March 2023	<u>2,565,341</u>	<u>408,336</u>	<u>105,754</u>	<u>39,480</u>	<u>3,118,911</u>
Depreciation					
At 1 April 2022	516,449	398,893	66,383	32,034	1,013,759
Charge for year	45,170	1,888	7,874	1,862	56,794
Disposal	-	-	(30,115)	-	(30,115)
At 31 March 2023	<u>561,619</u>	<u>400,781</u>	<u>44,142</u>	<u>33,896</u>	<u>1,040,438</u>
Net Book Value					
At 31 March 2023	<u>2,003,722</u>	<u>7,555</u>	<u>61,612</u>	<u>5,584</u>	<u>2,078,473</u>
At 31 March 2022	<u>1,782,919</u>	<u>9,443</u>	<u>16,468</u>	<u>7,446</u>	<u>1,816,276</u>

11. Fixed Asset Investment

The investment represents the charity's wholly owned trading subsidiary Last Chance Shops Limited, which is incorporated in the United Kingdom. The company was incorporated on 30 March 2007 but remained dormant at 31 March 2023. Consequently, consolidated accounts are not presented.

12. Debtors and Prepayments

	2023 £	2022 £
Legacy income receivable	10,000	17,536
Income tax recoverable	7,969	5,249
Social security and other taxes	11,756	3,336
Prepayments and accrued income	3,117	8,861
	<u>32,842</u>	<u>34,982</u>

Apart from prepayments, all debtors are financial instruments and are measured at present value.

13. Creditors: Amounts falling due within one year

	2023 £	2022 £
Trade creditors	18,577	9,317
Accruals	32,212	18,705
Other creditors	12,065	11,086
	<u>62,854</u>	<u>39,108</u>

All creditors are financial instruments and are measured at present value.

**LAST CHANCE ANIMAL RESCUE HOME
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023 (Continued)**

14. Movement in Funds

	Balance at 31 March 2022 £	Incoming Resources £	Outgoing Resources £	Transfers £	Balance at 31 March 2023 £
General	2,092,122	1,444,866	(836,449)	(262,197)	2,438,342
Designated - Fixed assets	1,816,277	-	-	262,197	2,078,474
	<u>3,908,399</u>	<u>1,444,866</u>	<u>(836,449)</u>	<u>-</u>	<u>4,516,816</u>

Transfers

The transfer from the general fund represents the increase in the net book value of fixed assets during the year.

15. Analysis of net assets between funds

	Fixed Assets £	Current Assets £	Liabilities £	Total £
General	-	2,501,196	(62,854)	2,438,342
Designated - Fixed Assets	2,078,474	-	-	2,078,474
	<u>2,078,474</u>	<u>2,501,196</u>	<u>(62,854)</u>	<u>4,516,816</u>

16. Future Financial Commitments

Operating leases

The charity's future minimum operating lease payments are as follows:

	Land and Buildings	
	2023 £	2022 £
Operating lease which expire:		
Within one year	15,000	15,000
in the second to fifth year	17,425	32,425
	<u>32,425</u>	<u>47,425</u>

17. Related Party Transactions

There were no related party transactions in the reporting period requiring disclosure.

LAST CHANCE ANIMAL RESCUE HOME
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2023

**LAST CHANCE ANIMAL RESCUE HOME
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023**

	2023	2022
	£	£
Income		
Adoptions	123,265	74,042
Shop income	63,885	53,922
Donations	138,545	157,260
Legacies	1,055,493	1,350,819
Fundraising	16,053	25,084
Membership	10,126	10,252
Interest received	8,679	657
Other income	28,820	35,018
Government grants received	-	683
	<u>1,444,866</u>	<u>1,707,737</u>
 Expenditure		
Direct charitable expenditure		
Wages & salaries	467,752	352,896
Feed and bedding	11,989	68,535
Vet expenses	91,452	68,535
Rates & water	12,792	7,775
Insurance	14,334	8,460
Light & heat	27,223	27,047
Repairs & maintenance	49,897	49,451
Printing, postage and stationery	14,737	12,645
Marketing	4,076	5,906
Telephone	4,050	2,831
Motor expenses	4,558	2,546
Travelling expenses	1,034	283
Sundry expenses	1,856	6,926
Dog leads and accessories	892	960
Subscriptions	704	-
Depreciation	56,794	49,208
Staff training	284	-
	<u>764,424</u>	<u>664,004</u>
 Fund raising expenditure		
Shop expenses	15,000	15,083
Prizes	3,850	1,850
	<u>18,850</u>	<u>16,933</u>
 Administrative Expenditure		
Wages and salaries	12,277	11,273
Legal and professional	3,442	9,709
Accountancy	9,509	7,868
Bank charges	4,067	2,230
Audit fee	19,500	8,250
Staff welfare	2,995	1,587
Loss on disposal of tangible fixed asset	1,385	-
	<u>53,175</u>	<u>40,917</u>
 Total Expenditure	<u>836,449</u>	<u>721,854</u>
 Surplus	<u>608,417</u>	<u>985,883</u>