CHARITY REGISTRATION NUMBER 1146648

COMPANY REGISTRATION NUMBER 07752686

ST MATTHEW'S HOUSE LIMITED

T/A THE ART HOUSE

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

ST MATTHEW'S HOUSE LIMITED
T/A THE ART HOUSE
LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr J McQuater The Rev'd G L Naylor Dr S Barfield Dr R Gambe
Charity number	1146648
Company number	07752686
Registered office	8 Backfields Sheffield S1 4HJ
Independent examiner	M Mealing BSc FCCA UHY Hacker Young 6 Broadfield Court Broadfield Way Sheffield S8 0XF

ST MATTHEW'S HOUSE LIMITED
T/A THE ART HOUSE
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ST MATTHEW'S HOUSE LIMITED
T/A THE ART HOUSE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 DECEMBER 2025

The trustees present their annual report and financial statements for the year ended 31 December 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements 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)" (effective 1 January 2019).

Objectives and activities

The charity's objectives are specifically restricted to such purposes which are exclusively charitable in the laws of England and Wales, and for the public benefit, as the trustees shall in their absolute discretion determine, and in particular (but not exclusively):

1. to benefit the inhabitants of the city of Sheffield, and in particular those inhabitants living in the ecclesiastical parishes in the diocese of Sheffield without distinction of sex, sexual orientation, race or of political, religious or other opinions by bringing together the statutory, voluntary and other organisations and inhabitants in a common effort to:

    a. improve the physical, mental, emotional and spiritual well being of inhabitants, particularly inhabitants living with mental health difficulties

    a. advance education (including religious, moral and physical education); and

    b. provide facilities in the interests of social welfare for recreation and leisure time occupation with the objective of improving the conditions of life of the said inhabitants.

In furtherance of these objects but not otherwise, the trustees shall have power to:

2. establish or secure the establishment of a community centre;

3. maintain or manage or co-operate with any statutory authority in the maintenance and management of a community centre.

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

Summary of main activities

The Board of trustees are extremely grateful to the whole team who have worked to deliver our new model which has proven to be more stable. The operational model has been developed and allows for more robust processes in line with the charity's policies.

The more commercial delivery has reduced the charity's dependency on public funding and we are now starting to actively target more appropriate grants as we move into the next financial year.

The Art House continues to operate, serving the community with the Pottery Wellbeing Group for neurodivergent people, and the Anderson Green for those on their journey from addiction.

During this year the Art House has:

- Developed operational processes linked to policies
- Developed administration processes
- Enabled wellbeing clients to curate public exhibitions of their work
- Continued in charitable wellbeing groups
- Build delivery of wellbeing groups with the parish nurses

The Finance and General Purposes Committee has concentrated on identifying areas of the building that need attention including repairs to the roof, and a more efficient and environmental heating system, grant funding has then been targeted that fits into the 2026 budgets.

The Pottery continues to be the most successful sales offer for our commercial funding of the charity but the material and kiln firing costs did raise throughout the year reducing the profits within the department. The memberships reached 160 and that is now at capacity for the hours that we offer and we will consider increasing the hours within our planning for the following year.

The Art Courses have continued to provide solid commercial funding for the charity and we have provided extra classes for those that bring in the most income and enable our tutors to develop the offer within them.

We collaborated with Sheffield Council, BID Sheffield and Sheffield Cathedral to develop and present a new 'Illuminate Sheffield' event which was across three buildings in the City and marketed ourselves and what we do. Open Up Sheffield also had six collaborative events in the galleries and was extremely well attended.

Our Human Resources was expanded further with Bright HR to advise and support all aspects inclduing digital holiday and sickness tracking and compliant process delivery.

The Board met bimonthly during this period with focus on Finance and future planning. Particular areas focused on by the Board:

- The Board has worked with our Strategic Lead to oversee and improve the day to day working of the charity
- The Board successfully managed to use our assets to maintain our work. We have maintained and increased our loan repayments.
- The Board sought to support staff and recognise their hard work in challenging times through initiating a new pay structure benchmarked by the Real Living Wage.
- We have continued to maintain space for the parish church in its work and mission and ministry and we have continued to develop our work in collaborating with the Parish Nursing Project especially through the Anderson Green Recovery Project.

- We have recruited one new trustee to replace Stephen Linskill who retired.
- We have maintained an annual trustee away day to plan and build team.
- We are continuing to work towards developing the CIC as a trading arm and expect this to be in place by the end of the following year.
- We have encouraged the Strategic Lead to investigate and review staffing models to improve efficiency.

Achievements and performance

1. The charity has continued to operate and pay all of its creditors including its loan obligations. We have again overpaid our lenders reducing interest in doing so. To be able to do this again with the increase in costs all businesses have faced this year has shown communication and targeting between the Board and staff has worked well.

2. Clearer financial reporting has continued even through a change in accountants.

3. Commercial course funding has continued to prove popular, and we have been more considerate about our offers.

4. As a charity we have maintained the wellbeing offering and sought to provide a more cohesive experience for the clients through the parish nurses who can support both physical and mental needs as well as clearly signpost to external services.

5. We continue to invest in redecoration and maintenance within the building by providing new hours for a caretaker role to keep on top of day to day wear and tear.

6. We have grown the number of users of our subscription Open Studio to 160 driving up the commercial funding income.

7. The profitability within each course or workshop has continued ensuring no lost leaders.

8. Our external partnerships have expanded through the Illuminate Sheffield event which has opened new networks which we wish to develop.

Financial review

The statement of financial activities is set in the financial statements. Income for the year amounted to £361,307 (2024: £307,047). Total expenditure including tax amounted to £349,341 (2024: £293,142). Net movement in funds for the year was a net income of £11,966 (2024: £13,905) resulting in net assets at the year end of £995,122 (2024: £983,156).

As at 31 December 2025 free reserves (comprising net current assets less loans relating to property) were negative £39,807 (2024: negative £37,548).

The Trustees continue to address the concerns of the financial position by working closely with out Strategic Director and Accountants. The business plan continues to be a live document and is reviewed and discussed within committee and board meetings.

The charity also continues to receive the support of its principal creditors and loan providers to be able to adapt to any changes in the charity's circumstances. The Parish Church of St Matthew, Carver Street is the Sole Member of the Charity and we are therefore part of a wider grouping should there need to be assistance.

Reserves policy
The Trustees have continued to keep unrestricted funds at £21,000 to hand and still have a longer term goal of reaching £50,000 in reserve. The Trustees will keep the level of reserves under review and keep them in line with the wage bill.

Risk Management
The Trustees have given consideration to the major risks and have given significant time to updating its risk register this year. They are satisfied that control systems and procedures are established in order to manage these risks.

Plans for future periods
The Charity continues to remain stable and is proud to be able to operate in a varying global financial economy and will continue with its much clearer vision and business model.

We recognise and are aware of the challenges we face on a day to day basis as well as those ahead of us. But we have a clear, consistent and coherent plan that is consistently reviewed and assessed and will react and action when needed. The historic loans on the buildings here have continued to be paid down and reduced significantly in this period, and the more commercial funding streams have remained a stable base for the charity to operate from.

Structure, governance and management
The charity is governed by its Memorandum and Articles of Association and is incorporated as a company limited by guarantee.

Members of the charity guarantee to contribute £10 in the event of winding up. The Sole Member of the Charity is Parochial Church Council for the Ecclesiastical Parish of Sheffield St Matthew in the Diocese of Sheffield.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

J Price	(Resigned 3 June 2026)
Mr J McQuater	
The Rev'd G L Naylor	
Dr S Barfield	
Dr R Gambe	
S Linksill	(Resigned 10 July 2026)

Recruitment and appointment of trustees
Trustees are appointed by the Parochial Church Council of St Matthews, Carver Street, subject to the rules laid down in the Memorandum and Articles of Association.

The term 'Board' us defined as the meetings of the trustees. The Board's main duty is to manage the Charity, ensuring good governance and practice.

Once appointed, Trustees must make themselves aware of the terms of the Memorandum of St Matthew's House, familiarise themselves with the charity;s property, policies, human resources, client needs and finances. They will ensure that the staff are well looked after, that investment of the charity funds complies with the terms of the Memorandum, and that the strategy and objectives of St Matthew's House are developed.

The Board will act exclusively in the best interest of the charity. Therefore, a Trustee must not allow a situation to arise where their duty as a Trustee conflicts with their own personal interest. They are required to manage the charity and to ensure that the objectives of the chair are met. The Board will spend time inducting new trustees by informing them about:

- A brief history of the organisation;
- Strategic direction and mission statement;
- The structure of the organisation, committees, sub-committees, working groups, user groups, staff and volunteers, and the partnership with the mission of St Matthew's House; and
- The business plan of St Matthew's House.

The Board will ensure that new Trustees will know enough to be able to carry out their role, but not be overloaded or mislead them about the level of work involved.

All Trustees give their time freely and no remuneration or expenses were paid in the year.

Structure and management
Day to day running of the charity is delegated to a management team led by a Strategic Director.

The management and finances are administrated through the Board of Trustees which meets bimonthly. There are two sub-committees of the board which focus on Finance and HR. They meet ahead of full board meetings and report to them.

Reports on finance, work to raise funds, HR and outcomes and outputs monitoring are received.

Statement of trustees' responsibilities

The trustees, who are also the directors of St Matthew's House Limited for the purpose of company law, 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).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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;

- 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 operation.

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

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

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

The Rev'd G L Naylor
Trustee

30 October 2026

6 Broadfield Court
Broadfield Way
Sheffield
S8 0XF

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ST MATTHEW'S HOUSE LIMITED

I report to the trustees on my examination of the financial statements of St Matthew's House Limited (the charity) for the year ended 31 December 2025.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2 the financial statements do not accord with those records; or
3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

M Mealing BSc FCCA
UHY Hacker Young

Chartered Accountants

Dated: 30 October 2026

ST MATTHEW'S HOUSE LIMITED
T/A THE ART HOUSE
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income from:							
Donations and legacies	**3**	11,485	1,543	13,028	732	8,418	9,150
Charitable activities	**4**	344,357	-	344,357	292,096	-	292,096
Investments	**5**	3,922	-	3,922	5,801	-	5,801
Total income		359,764	1,543	361,307	298,629	8,418	307,047
Expenditure on:							
Raising funds	**6**	104,038	4,068	108,106	70,090	4,044	74,134
Charitable activities	**7**	226,692	8,239	234,931	204,544	14,464	219,008
Total expenditure		330,730	12,307	343,037	274,634	18,508	293,142
Net income/(expenditure)		29,034	(10,764)	18,270	23,995	(10,090)	13,905
Transfers between funds		-	-	-	1,000	(1,000)	-
Taxation	**12**	(6,304)	-	(6,304)	-	-	-
Net movement in funds	**9**	22,730	(10,764)	11,966	24,995	(11,090)	13,905
Reconciliation of funds:							
Fund balances at 1 January 2025		89,455	893,701	983,156	64,460	904,791	969,251
Fund balances at 31 December 2025		112,185	882,937	995,122	89,455	893,701	983,156

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.

ST MATTHEW'S HOUSE LIMITED
T/A THE ART HOUSE
BALANCE SHEET
AS AT 31 DECEMBER 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	**13**		1,262,547		1,269,336
Current assets					
Stocks	**14**	1,998		1,330	
Debtors	**15**	5,113		2,962	
Cash at bank and in hand		43,276		48,535	
		50,387		52,827	
Creditors: amounts falling due within one year	**17**	(110,972)		(104,493)	
Net current liabilities			(60,585)		(51,666)
Total assets less current liabilities			1,201,962		1,217,670
Creditors: amounts falling due after more than one year	**18**		(206,840)		(234,514)
Net assets			995,122		983,156
The funds of the charity					
Restricted income funds	**20**		882,937		893,701
Unrestricted funds			112,185		89,455
			995,122		983,156

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 2025.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The member has not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 30 October 2026

The Rev'd G L Naylor
Trustee

Company registration number 07752686 (England and Wales)

1 Accounting policies

Charity information

St Matthew's House Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 8 Backfields, Sheffield, S1 4HJ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland” (“FRS 102”) and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). 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 not to prepare a Statement of Cash Flows.

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 £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, 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 financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

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

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

1.4 Income

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.

1 Accounting policies (Continued)

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.

1.5 Expenditure

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 benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

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:

Leasehold land and buildings	Straight line over 125 years
Fixtures and fittings	20%- 33.3% straight line

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 the statement of financial activities.

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).

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 Accounting policies **(Continued)**

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.

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.

1 Accounting policies (Continued)

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

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.

3 Donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts	1,485	7	1,492	732	729	1,461
Grants	10,000	1,536	11,536	-	7,689	7,689
	11,485	1,543	13,028	732	8,418	9,150
Grants						
Sheffield City Council	-	1,536	1,536	-	7,689	7,689
St Bernard Mizeki	10,000	-	10,000	-	-	-
	10,000	1,536	11,536	-	7,689	7,689

4 Income from charitable activities

	Pottery 2025 £	Art 2025 £	Other 2025 £	Total 2025 £	Pottery 2024 £	Art 2024 £	Other 2024 £	Total 2024 £
Charitable activities	153,888	59,616	1,176	214,680	128,899	64,899	4,274	198,072
Other trading activities	11,950	107,111	10,616	129,677	9,504	74,879	9,641	94,024
	165,838	166,727	11,792	344,357	138,403	139,778	13,915	292,096
Analysis by fund								
Unrestricted funds	165,838	166,727	11,792	474,034	138,403	139,778	13,915	292,096

5 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Rental income	2,803	4,782
Interest receivable	1,119	1,019
	3,922	5,801

6 Expenditure on raising funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Fundraising and publicity						
Staff costs	4,338	-	4,338	2,542	-	2,542
Trading costs						
Pottery & art materials	3,988	-	3,988	3,903	-	3,903
Other trading activities	20	-	20	6	614	620
Staff costs	22,662	-	22,662	14,360	-	14,360
Depreciation and impairment	94	4,068	4,162	-	3,430	3,430
Support costs	72,936	-	72,936	49,279	-	49,279
	99,700	4,068	103,768	67,548	4,044	71,592
Total costs	104,038	4,068	108,106	70,090	4,044	74,134

7 Charitable activities

	2025	2024
	£	£
Direct costs		
Staff costs	38,978	33,853
Depreciation and amortisation	7,158	7,634
Pottery & art materials	21,346	10,075
Well being expenses	79	3,200
Tutor fees	45,739	39,988
Other	268	83
	113,568	94,833
Share of support and governance costs (see note 8)		
Support	121,363	124,175
	234,931	219,008
Analysis by fund		
Unrestricted funds	226,692	204,544
Restricted funds	8,239	14,464
	234,931	219,008

8 Support costs allocated to activities

	2025	2024
	£	£
Staff costs	95,457	74,936
Office costs	54,864	38,858
Loan interest	6,750	7,359
Bank charges	6,066	4,868
Irrecoverable VAT	5,867	17,006
Other	8,176	20,685
Governance costs	17,119	9,742
	194,299	173,454
Analysed between:		
Fundraising	72,936	49,279
Charitable activities	121,363	124,175
	194,299	173,454

8 Support costs allocated to activities (Continued)

Governance costs includes fees paid to the accountant for independent examination fees of £1,250 (2024: £1,235) and other services of £750 (2024: £210).

9 Net movement in funds

	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	11,320	11,064

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

	2025 Number	2024 Number
	9	8

Employment costs	2025 £	2024 £
Wages and salaries	154,115	123,219
Social security costs	4,763	595
Other pension costs	2,557	1,877
	161,435	125,691

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2025	2024
	£	£
Aggregate compensation	43,376	36,316

12 Taxation

The charity is a registered charity and is generally exempt from corporation tax on its charitable activities. However, during the period, the charity generated income of £117,727 from activities which do not qualify as primary purpose trading and exceeded the small trading tax exemption threshold.

Corporation tax due on non-exempt profits was £3,404 (2024: £3,179).

13 Tangible fixed assets

	Leasehold land and buildings	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 January 2025	1,383,710	32,413	1,416,123
Additions	-	4,531	4,531
Disposals	-	(32,413)	(32,413)
At 31 December 2025	1,383,710	4,531	1,388,241
Depreciation and impairment			
At 1 January 2025	114,374	32,413	146,787
Depreciation charged in the year	11,064	256	11,320
Eliminated in respect of disposals	-	(32,413)	(32,413)
At 31 December 2025	125,438	256	125,694
Carrying amount			
At 31 December 2025	1,258,272	4,275	1,262,547
At 31 December 2024	1,269,336	-	1,269,336

14 Stocks

	2025	2024
	£	£
Stock	1,998	1,330

15 Debtors

Amounts falling due within one year:	2025 £	2024 £
Trade debtors	3,470	2,001
Prepayments and accrued income	1,643	961
	5,113	2,962

16 Loans and overdrafts

	2025 £	2024 £
Bank loans	124,835	137,480
Other loans	108,900	116,400
	233,735	253,880
Payable within one year	26,895	19,366
Payable after one year	206,840	234,514
Amounts included above which fall due after five years:		
Payable by instalments	127,553	150,941

Borrowings comprise of a bank loan provided by Charity Bank of £86,874 (2024: £94,242) which has a 6.5% interest rate, a Bounce Back loan of £30,461 (2024: £35,738) which had an interest rate of 2.5% and another loan of £116,400 (2024: £123,900) from St Vincent House which has a 0% interest rate.

17 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Bank loans	16	26,895	19,366
Corporation tax payable		6,304	-
Other taxation and social security		6,933	23,096
Trade creditors		19,799	3,719
Amount owed to parent undertaking		10,899	10,899
Sundry creditors and deposit		10,366	12,217
Accruals and deferred income		29,776	35,196
		110,972	104,493

18 Creditors: amounts falling due after more than one year

	Notes	2025 £	2024 £
Bank loans	16	97,940	118,114
Other borrowings		108,900	116,400
		206,840	234,514

19 Retirement benefit schemes

Defined contribution schemes	2025 £	2024 £
Charge to profit or loss in respect of defined contribution schemes	2,557	1,877

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

20 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 January 2025	Incoming resources	Resources expended	Transfers	At 31 December 2025
	£	£	£	£	£
Anderson Green Project	3,024	1,536	(1,243)	-	3,317
New Kiln Fundraiser	729	7	-	-	736
Fixed asset fund- Property reserve	889,948	-	(11,064)	-	878,884
	893,701	1,543	(12,307)	-	882,937

Previous year:	At 1 January 2024	Incoming resources	Resources expended	Transfers	At 31 December 2024
	£	£	£	£	£
Anderson Green Project	3,779	4,944	(4,699)	(1,000)	3,024
Sheffield City Council Ward Pot	-	2,745	(2,745)	-	-
New Kiln Fundraiser	-	729	-	-	729
Fixed asset fund- Property reserve	901,012	-	(11,064)	-	889,948
	904,791	8,418	18,508	(1,000)	893,701

Anderson Green Project
The Anderson Green Project is a new Wellbeing Initiative providing a Friday night café and Art Class with a homemade free hot meal, art and peer support for those recovering from addictions. The transfer relates to costs incurred in the prior year being allocated to the restricted fund.

Sheffield City Council Ward Pot
Funding received to support the Art House in renovation works to create a new entrance and reception area.

New Kiln Fundraiser
Fundraiser to purchase a new Rohde TE250S kiln.

Fixed Asset- Property reserve
The property reserve reflects the net book value of leasehold property financed from restricted funds.

21 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 31 December 2025:			
Tangible assets	379,610	882,937	1,262,547
Current assets/(liabilities)	(60,585)	-	(60,585)
Long term liabilities	(206,840)	-	(206,840)
	112,185	882,937	995,122

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 December 2024:			
Tangible assets	375,635	893,701	1,269,336
Current assets/(liabilities)	(51,666)	-	(51,666)
Long term liabilities	(234,514)	-	(234,514)
	89,455	893,701	983,156

22 Contingent assets

Legacies notified but not recognised

At 31 December 2025 the charity had been notified of a residuary legacy which has not been recognised as income in these financial statements because the will is still being disputed and therefore the amount receivable could not be measured reliably at the reporting date. The charity's share of the estate is estimated at £100,000. This amount will be recognised as income when the recognition criteria in the charity's accounting policy are met.

23 Related party transactions

St Matthew's PCC is the sole member of the Charity. During the year income of £8,473 (2024: £6,036) was received from them being recharges for utilities and reimbursements for specific purchases. Expenses of £3,296 (2024: £5,107) were paid to them for contributions towards insurance costs and other one off specific expenses.

During the year The Art House was commissioned and paid £10,000 to curate an exhibition by the Fellowship of St John's, a charity in which The Rev'd G L Naylor is also a trustee.