

-Charity Registration No. NIC100114

Company Registration No. NI072164 (Northern Ireland)

**SÓLÁS**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 JUNE 2023**

# SÓLÁS

## LEGAL AND ADMINISTRATIVE INFORMATION

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### Trustees

Tom Doran (resigned 24<sup>th</sup> Jan. 2024)  
Emily Gallagher  
Fionnguala McCotter (Chair)  
Caitriona Nic Sheáin  
Ciaran Marley (resigned 19<sup>th</sup> Apr. 2023)  
Elaine Holmes (appointed 19<sup>th</sup> Apr. 2023)  
Ross Reid  
Laura Burrows (resigned 28<sup>th</sup> Nov. 2023)  
Mairead McCartan  
Joanne Mercer (appointed 19<sup>th</sup> Apr. 2023)  
Jean McGann (appointed 19<sup>th</sup> Apr. 2023)

### Secretary

Fionnguala McCotter  
Joanne Mercer (appointed 19<sup>th</sup> April 2023)

### Charity number

NIC100114

### Company number

NI072164

### Registered office

Parkmore Building  
284a Ormeau Road  
Belfast  
BT7 2GB

### Auditor

Kearney & Co  
Donegall House  
2<sup>nd</sup> Floor  
98-102 Donegall Street  
BELFAST  
BT1 2GW

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# SÓLÁS

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# SÓLÁS

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

**FOR THE YEAR ENDED 30 JUNE 2023**

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**The Trustees present their report and financial statements for the year ended 30 June 2023.**

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)" (as amended for accounting periods commencing from 1 January 2016).

### **Objectives and activities**

The charity's objectives are to;

- Advance health and wellbeing, education and development, with particular reference to those children with special needs currently falling outside the statutory provision;
- Provide 'pathways' to services which vulnerable families may not normally be able to access;
- Support families who engage with Sólás, and build a strong physical and practice infrastructure which will provide consistent, quality care and support;
- Ensure that the voices of children/young people with mild to severe learning disabilities are heard and that their voices shape and influence the development of government policies and mainstream services;
- Increase the visibility of children/young people, their parents/carers and siblings and ensuring their full participation in community life;
- Lobby and advocate for increased bespoke services for families through representation on all key committees, steering groups and bodies with the potential to support our work;
- Train highly skilled staff to promote our commitment to excellence; working with academic institutions, voluntary agencies and statutory bodies to ensure that our practice and experience contributes to research and evaluations which work towards improving practice;
- Develop a team of dedicated volunteers who use their skills/experience in schools, ensuring children are supported to have an optimum education experience.

### **Current services include:**

- (1) Family Support Programs (including Afterschools / Respite Support, afternoons, evenings and weekends, Home Support Programs, providing support, information and practical support for parents of children in the process of a diagnosis or, with a recent diagnosis; Parent Programs, Parent Advice Clinics and; Sibling Programs, Youth clubs, Siblings clubs, Summer & holiday schemes
- (2) Educational Programs targeting children with mild additional needs and not achieving their full learning potential (Back on Track program and Kids Support Den). Sólás is also one of the delivery partners delivering the DE funded Seamless Transition through Education Programme (STEP / WRAP) for which Forward South Partnership is the lead partner. Sólás was appointed as the lead partner in the Special Education Needs, Belfast Wide Early Years Initiative, including the following partners, Glenbrook SureStart, kids Together Belfast, East Belfast SureStart and Sólás,
- (3) Therapeutic Services for children/young people and their parents/carers including play therapy, art therapy, child/parent and carer counselling and a multi-usage space for child/parent support activities. These interventions primarily focus on supporting children and young people with disabilities including autism, and their parents / carers, who are experiencing mental health issues.
- (4) Young Adults Programme SONA – for young adults transitioning / leaving Special School – a day service, that provides opportunities for develop life skills, offer wellbeing and social opportunities and a safe supported space for young people with disabilities to be with their peers.

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## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

### FOR THE YEAR ENDED 30 JUNE 2023

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The policies adopted in furtherance of these objects are.

1. Enhance the physical infrastructure of the organisation ensuring that facilities are fit for purpose and designed to best meet the complex needs of many of the service users supported. In the past year we have developed a new programme SONA, and a new space at YMCA for young adults transitioning from Special School. This programme supports young people with life skills, cookery, managing money, healthy eating and wellbeing, exercise, social skills, trips, etc
2. Consolidate and strengthen the organisation's services, expand the capacity of Sólás to deliver vital programmes to children, young people and their families, and to ensure the long-term sustainability of the organisation through creating a business model which is robust and reduces their current dependency upon grant funding.
3. Work collaboratively with a diverse range of organisations, all of which contribute to the delivery of effective services, primarily to benefit children and young people with additional needs across Belfast. In particular, Sólás works with 3 key partnerships, South Belfast Surestart (through the Early Years and Urban Village A Place for Me Programmes); an Early Intervention partnership led by Forward South Partnership - STEP / WRAP programme; and the Belfast Wide Early Years partnership led by Sólás.
4. Promote excellence in their practice - Sólás works closely with all Belfast based Universities and Teacher Training Colleges. Sólás currently offers placement opportunities to students from QUB, Stranmillis, St Marys & UJJ studying a number of degree programmes (including health & social care, psychology, education, masters in autism, and masters in atypical child development). Many of the students who come to Sólás on placement are retained as staff members/volunteers.
5. Tackle disadvantages experienced by children and young people with moderate to severe learning needs who experience an acute lack of choice or options throughout their lives when trying to access appropriate services; through delivery of early years and daycare services, afterschool provision, youth services and educational support.
6. Grow organically and continue to develop a diverse range of programmes, projects and activities which meet the needs of the whole family; the group currently deliver their services across 8 settings, the majority of which are located in areas of greatest disadvantage.
7. Generate income through Social Enterprise activities delivered through access to Self- Directed Support Packages. Self- Directed support is the provision of tailored individual support packages for children and young people with severe learning difficulties and disabilities. Children and young people in this category are eligible to access direct payments from the Belfast Health and Social Care Trust and can use it to buy in the support they feel is most needed to improve their quality of life and provides benefit to them personally. Sólás provides self-directed support services and also offers administrative support to families to access the scheme.
8. After School support project – this service focuses upon children aged 5 to 12 years old and as per core mission, targets those children with the most complex and challenging needs. It provides a valuable childcare service for working parents and is designed specifically for the needs of these families and children. The service is tailored and based upon the needs of each individual child with suitable staffing support in place as per organisational policies and experience.
9. Engage with Parents/Carers to enhance services: Sólás engages with parents and carers on a daily basis in relation to the needs of both their children and themselves. The feedback and information they provide is vital to the ongoing success of the organisation. Parents/Carers inform the development and enhancement of core programmes and activities. Parents/Carers readily support evaluations, research and frequently represent the needs of their child(ren)/organisation to funders, politicians and statutory authorities.

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## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

### FOR THE YEAR ENDED 30 JUNE 2023

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10. Engage with Staff - Engagement with our staff team is critical. The feedback and input they make to ensure delivery of high-quality service and provision is vital to the day to day running of the organisation.
11. Engage the Local Community/Businesses to provide support to the organisation; this helps us create an extended welcoming and safe environment for the children/young people and parents/carers who use our facilities.
12. Community Organisations - Sólás works extensively and engages with a diverse range of community organisations. We are part of the Ulidia Campus Plans, which includes Sólás, Rosario Football Club as well as Scoil an Droichid (primary school moving to the newly refurbished Ulidia School site adjoining Sólás and the Ulidia Playing Fields). The campus partners have been working together for several years to deliver services to the community and to maximise the use of the community resources that we collectively hold. Recently we all worked together to support the Food Bank initiative that emerged to deal with the fallout of the pandemic.
13. We are also part of Forward South Partnership, South Belfast Urban Villages Reference Group and South Belfast Surestart and use community facilities to deliver programmes/activities in the Markets, Sandy Row, the Village, Taughmonagh, Lower Ormeau, and North Belfast
14. Local Schools - Sólás and local schools engage on a daily basis in the best interests of the children/young people attending the organisation. Their services are interdependent and necessary to create the best possible development and educational opportunities for the children who attend their facilities. Schools understand the challenges of providing safe and consistent care for children who need stability in order to thrive. Schools support and understand the need for this project.
15. Belfast Trust and DE - Sólás has engaged from the outset with key statutory agencies in developing the services which are so important to so many families. Positive engagement is essential to the ongoing and continued work of Sólás.

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

#### **Achievements and performance**

Sólás' income from respite services and childcare fees increased over the year. The demand for respite and support for children with complex disabilities increased (particularly during the pandemic, when many of the statutory services were not operating), and was apparent from additional referrals from the BHSCT, referrals from Family Support Hubs Self Referrals from families with children in need. Additional financial support was also secured from government COVID grants.

The increased demand for services informed our commitment to grow and meet those needs. Additional fee income combined with the additional grant support provided from existing and new grant providers has ensured overall income growth on the previous year. Also, cash balances have improved, net assets have been maintained and the Charity is able to maintain an operating surplus. Sólás continues to rely upon grants and respite / childcare service fees. In 2023 the directors delivered on the SONA, the day care provision to include the support of young adults transitioning from Special School. This is generating additional income for Sólás and support our efforts to become self-sustaining.

The Trustees have set aside funds for a new building on site at Parkmore and it is the express aim of Sólás to deliver a dedicated fit for purpose facility on site costed at approx. £2.5m. Significant progress has been made with delivering on this aim over the year.

# SÓLÁS

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

*FOR THE YEAR ENDED 30 JUNE 2023*

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### Financial Review

The results for the year are set out on the Statement of Financial Activities. The Trustees consider the financial results satisfactory.

Sólás has a risk management policy in place under which risks are identified and reviewed by management on a regular basis. Procedures are in place to manage the risks..

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three- and six-month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

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

### Structure, governance and management

The charity is a company limited by guarantee and is registered as a charity with The Charity Commission for Northern Ireland. The Company was established under a Memorandum of Association and is governed by its Articles of Association.

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:

Fionnguala McCotter – Director Chair 19<sup>th</sup> April 2023

Tom Doran Chair, resigned 19<sup>th</sup> April 2023

Emily Gallagher

Caitriona Nic Sheáin

Ciaran Marley resigned 19<sup>th</sup> April 2023

Ross Reid

Laura Burrows resigned 19<sup>th</sup> April 2023

Mairead McCartan

Jean McGann: appointed 19<sup>th</sup> April 2023

Joanne Mercer Appointed 19<sup>th</sup> April 2023

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

The directors of the company are also charity Trustees for the purposes of Charity Law. Under the requirements of the Memorandum and Articles of Association directors are elected at an Annual General Meeting by the members (in person, or through an authorised representative or by proxy).

All new directors receive in-house induction and training appropriate to their roles.

Sólás has a Management Committee, made up of Trustees. The Committee meets regularly and are responsible for the strategic direction and policy of the charity. The day-to-day responsibility for the provision of the services rests with the manager and the senior management team.

### Auditor

The Board of Sólás approved appointment of Kearney & Co as their auditor for the year.

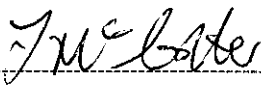
# SÓLÁS

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

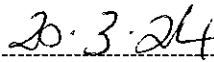
*FOR THE YEAR ENDED 30 JUNE 2023*

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



Fionnguala McCotter  
**Trustee**



Dated:

# SÓLÁS

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

**FOR THE YEAR ENDED 30 JUNE 2023**

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### Statement of Trustees' Responsibilities

The Trustees, who are also the directors of Sólás 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.

### Auditor

Each of the persons who is a Trustee at the date of approval of this report confirms that;

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all relevant steps that they ought to have taken as trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

### Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies' exemption.

# SÓLÁS

## INDEPENDENT AUDITOR'S REPORT

### TO THE TRUSTEES OF SÓLÁS

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#### Opinion

We have audited the financial statements of Sólás (the 'charity') for the year ended 30 June 2023 which comprise the statement of financial activities, the balance sheet, and the notes to the financial statements, including 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 Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 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 Companies Act 2006.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the 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 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 this gives rise to 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.

#### Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the Trustees' report has been prepared in accordance with applicable legal requirements.

# SÓLÁS

## INDEPENDENT AUDITOR'S REPORT

### TO THE TRUSTEES OF SÓLÁS

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#### **Matters on which we are required to report by exception.**

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a strategic report.

#### **Responsibilities of the Trustees**

As explained more fully in the statement of Trustees' responsibilities, 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 charitable company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

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

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

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

*Sarah Louise Lynch.*

**Sarah Louise Lynch (Senior Statutory Auditor)**  
For and on behalf of Kearney & Co

**Chartered Accountants**  
**Statutory Auditor**

Donegall House  
2<sup>nd</sup> Floor  
98-102 Donegall Street  
Belfast  
BT1 2GW

# SÓLÁS

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Total 2022 £
<b><u>Income from:</u></b>					
Charitable Activities	3	285,231	824,819	1,110,050	836,917
Investments	4	10	-	10	244
<b>Total income</b>		<u>285,241</u>	<u>824,819</u>	<u>1,110,060</u>	<u>837,161</u>
<b><u>Expenditure on:</u></b>					
Charitable activities	5	6,706	949,156	955,862	703,818
<b>Total resources expended</b>		<u>6,706</u>	<u>949,156</u>	<u>955,862</u>	<u>703,818</u>
<b>Net (expenditure)/income for the year</b>		278,535	-124,337	154,198	133,343
Transfers between funds		-86,152	86,152	-	-
<b>Net movement in funds</b>		192,383	-38,185	154,198	133,343
Fund balances at 1 July 2022		<u>131,902</u>	<u>461,399</u>	<u>593,301</u>	<u>459,958</u>
<b>Fund balances at 30 June 2023</b>		<u>324,285</u>	<u>423,214</u>	<u>747,499</u>	<u>593,301</u>

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.

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## STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2023

	Notes	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	8	171,775	175,200
<b>Current assets</b>			
Debtors	9	30,603	28,624
Cash at bank and in hand		601,830	403,158
		<u>632,433</u>	<u>431,782</u>
<b>Creditors: amounts falling due within one year</b>	10	<u>(56,709)</u>	<u>(13,681)</u>
Net current assets		<u>575,724</u>	<u>418,101</u>
<b>Net Assets</b>		<u>747,499</u>	<u>593,301</u>
<b>Income funds</b>			
Restricted funds	11	423,214	461,399
Unrestricted funds		324,285	131,902
		<u>747,499</u>	<u>593,301</u>

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

The financial statements were approved by the Trustees on ..... 20.3.24 .....



**Fionnguala McCotter**  
Trustee

Company Registration No. NI072164

# SÓLÁS

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2023

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	NOTES	2023 £	2022 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	13	230,102	140,819
<b>Investing activities</b>			
Purchase of tangible fixed assets		(31,430)	(32,562)
		<hr/>	<hr/>
		(31,430)	(32,562)
<b>Net increase in cash and cash equivalents</b>		<hr/>	<hr/>
		198,672	108,257
Cash and cash equivalents at the beginning of the year		403,158	294,901
		<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the year</b>		<hr/>	<hr/>
		601,830	403,158

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 JUNE 2023

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#### 1 Accounting policies

##### Charity information

Sólás is a private company limited by guarantee incorporated in Northern Ireland. The registered office is 284A Parkmore Building, Ormeau Road, Belfast, BT7 2GB.

##### 1.1 Accounting convention

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

The 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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

##### 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 unless the funds have been designated for other purposes.

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

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

##### 1.4 Incoming resources

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

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

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

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

##### 1.5 Expenditure

All expenditure is recognised on an accruals basis as a liability and is incurred and classified under headings that aggregate all cost related to the category.

Expenditure on charitable activities are costs incurred on the companies' charitable operations including support costs and costs relating to the governance to the company apportioned to charitable activities.

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2023

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#### 1 Accounting policies

##### 1.5 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:

Freehold land and buildings	4% Straight Line
Equipment/IT Equipment	33% / 20% Straight Line
Motor Vehicles	25% 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 net income/(expenditure) for the year.

##### 1.6 Impairment of fixed assets

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

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

##### 1.7 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.

##### 1.8 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.

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

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### 1 Accounting policies

#### **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.

### 1.9 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.

### 1.10 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.

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

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### 3 Charitable activities

	Unrestricted funds	Restricted funds	Total	Total
	2023 £	2023 £	2023 £	2022 £
Fees	285,231	-	285,231	192,946
Grants	-	824,819	824,819	643,971
	<u>285,231</u>	<u>824,819</u>	<u>1,110,050</u>	<u>836,917</u>

### 4 Investments

	Unrestricted funds	Total
	2023 £	2022 £
Interest receivable	<u>10</u>	<u>244</u>

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

### 5 Charitable activities

	Charitable Expenditure	Charitable Expenditure
	2023 £	2022 £
Staff costs	668,664	536,946
Depreciation & Impairment	34,856	18,614
Activities & Resources	49,998	35,644
Training	1,844	1,027
Telephone & Internet	14,457	12,962
Stationery & Printing	3,688	3,179
Rent	42,178	33,380
Motor & Travel	14,620	7,351
Heat & Light	10,974	10,721
IT	-	1,251
Insurance	9,424	6,196
Advertising	126	50
Legal & Professional Fees	9,993	360
Subscriptions	906	1,076
Room Hire & Catering	7,101	8,357
Payroll & Accountancy	1,605	1,410
Consultancy	10,514	10,619
Cleaning & General	1,266	370
Repairs and Maintenance	47,874	3,850
Bank Charges	312	230
Access NI	1,947	1,947
Waste disposal	701	618
Equipment	14,453	-
Staff entertainment	719	700
Sundry	1,212	1,920
	<u>949,432</u>	<u>698,778</u>
Share of governance costs (Audit Fees)	5,040	5,040
Fire Safety	1,390	-
	<u>955,862</u>	<u>703,818</u>
<b>Analysis by fund</b>		
Unrestricted funds	6,706	134,131
Restricted funds	<u>949,156</u>	<u>569,687</u>
	<u>955,862</u>	<u>703,818</u>

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

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### 6 Trustees

None of the Trustees received any remuneration or benefits from the charity during the year.  
No person connected with a Trustee received a salary from the charity during the year (2022: Nil).

### 7 Employees

#### Number of employees

	<b>2023</b>	<b>2022</b>
	<b>Number</b>	<b>Number</b>
The average monthly number of employees during the year was:	61	50

#### Employment costs

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Wages and salaries	641,178	517,671
Social security costs	15,306	10,281
Pension costs	12,180	8,994
	<u>668,664</u>	<u>536,946</u>

#### Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing, and controlling the activities of the Charity. Key management include the Managing Director, Childcare Services Manager, HR Manager and Finance Administrator. The total compensation paid to key management personnel for services provided to the Charity was £97,691.

No employee of the Charity received employee benefits of more than £60,000 during the year. (2022: Nil)

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

8	Tangible fixed assets	Freehold land	Fixtures, Fittings	Motor	Total
		and buildings	and Equipment	vehicles	
		£	£	£	£
	<b>Cost</b>				
	At 1 July 2022	173,650	79,091	49,433	302,174
	Additions	-	5,690	25,740	31,430
	At 30 June 2023	<u>173,650</u>	<u>84,781</u>	<u>75,175</u>	<u>333,604</u>
	<b>Depreciation and impairment</b>				
	At 1 July 2022	27,783	64,003	35,188	126,974
	Depreciation charged in the year	6,946	10,446	17,464	34,856
	At 30 June 2023	<u>34,730</u>	<u>74,449</u>	<u>52,651</u>	<u>161,832</u>
	<b>Carrying amount</b>				
	At 30 June 2023	<u>138,920</u>	<u>10,332</u>	<u>22,523</u>	<u>171,775</u>
	At 30 June 2022	<u>145,867</u>	<u>15,088</u>	<u>14,245</u>	<u>175,200</u>
9	<b>Debtors</b>			<b>2023</b>	<b>2022</b>
				£	£
	Prepayments and accrued income			30,603	28,624
				<u>30,603</u>	<u>28,624</u>
10	<b>Creditors: amounts falling due within one year</b>			<b>2023</b>	<b>2022</b>
				£	£
	Other taxation and social security			13,332	6,023
	Accruals and deferred income			43,377	7,658
				<u>56,709</u>	<u>13,681</u>

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

### 11 Restricted funds

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

	Movement in funds				Balance at 30 June 2023 £
	Balance at 1 July 2022 £	Incoming resources £	Resources expended £	Transfers £	
Back on Track	938	3,315	(9,049)	4,795	-
Home Support	69,061	106,967	(108,788)	-	67,241
Respite (Direct payment)	25,146	313,170	(369,603)	31,288	-
Kids Den	25,008	38,837	(40,690)	-	23,155
Therapeutic Services	471	112,561	(85,264)	-	27,768
SONA	15,182	15,615	(80,867)	50,070	-
Youth & TBUC	82,528	91,636	(89,689)	-	84,474
Podcast Health	11,446	-	-	-	11,446
Early Years	32,840	142,719	(158,261)	-	17,297
Parkmore & The Patch Programme	198,494	-	(6,946)	-	191,547
Fun Day	285	-	-	-	285
	<b>461,399</b>	<b>824,819</b>	<b>(949,156)</b>	<b>86,152</b>	<b>423,214</b>

12 Analysis of net assets between funds	Unrestricted Funds	Restricted Funds	Total 2023 £	Total 2022 £
	2023 £	2023 £		
Fund balances at 30 June 2023 are represented by:				
Tangible assets	10,333	161,442	171,775	175,200
Current assets/(liabilities)	313,952	261,772	575,724	418,101
	<b>324,284</b>	<b>432,214</b>	<b>747,499</b>	<b>593,301</b>

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2023

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13	Cash generated from operations	2023	2022
		£	£
	Surplus for the year	154,198	133,343
	Adjustments for:		
	Depreciation	34,856	18,614
	Movements in working capital:		
	(Increase) in debtors	(1,979)	10,290
	Increase in creditors	43,027	(21,428)
		<hr/>	<hr/>
		230,102	140,819
		<hr/> <hr/>	<hr/> <hr/>

14	Analysis of changes in net funds	1 July 2022	Cash Flows	30 June 2023
		£	£	£
	Cash at bank and in hand	403,158	198,672	601,830
		<hr/>	<hr/>	<hr/>
		403,158	198,672	601,830
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

### 15 Related party transactions

There were no related party transactions during the year (2022: Nil).

### 16 Retirement benefit scheme

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 funds.

The charge to profit or loss in respect of defined contribution schemes was £12,180 (2022: £8,994).

# SÓLÁS

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 30 JUNE 2023

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#### 17 Taxation

Sólás has been granted charitable status by the inland revenue.

Charity Number: NIC100114

18 Deferred Income	2023	2022
	£	£
At 1 July 2022	-	-
Amount released to income	-	-
Amount deferred in year	35,527	-
<b>At 30 June 2023</b>	<b>35,527</b>	<b>-</b>