

Registered Charity Number: 1147334
Company number: 07980332

Recovery Enterprises

UNAUDITED FINANCIAL STATEMENTS

For the year ended 31 March 2017

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Recovery Enterprises

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Recovery Enterprises

Directors' annual report

For the year ended 31 March 2017

The directors, who are also trustees of the charity, submit their annual report and the financial statements for the year ended 31 March 2017.

Structure, governance and management

Recovery Enterprises was incorporated on 17th March 2012 and gained charitable status on 18th May 2012. Its Memorandum and Articles of Association govern it. Its legal status is that of a company limited by guarantee (Company number 07980332) and a registered charity (Charity number 1147334).

It has no share capital and the liability of each member in the event of winding-up is limited to £1.

Overall management of the Charity is the responsibility of the Trustee Directors who are elected and co-opted under the terms of the memorandum and articles of association. Day to day project activity is carried out by paid staff and volunteers.

Objectives, activities and public benefit

The objects of the charity ('the objects') are the relief of illness and distress and the promotion of health and social inclusion of adults with mental health conditions, with a view to assisting them with finding employment and improving their general conditions of life.

Recovery enterprises aims to support the development of enterprising ideas, enabling them to flourish into businesses that benefit wellbeing and can provide both volunteering and employment opportunities for people with mental health conditions.

We support people who live with mental health conditions to value and unleash their own talents and skills through co-producing innovative and creative community enterprises.

In planning the objectives and activities the directors have considered the Charity Commission's guidance on public benefit.

Activities and achievements

During 2016/17 our priorities were to:

1. Refine business model and establish next two-year plan
2. Secure further investment and begin generating revenue for RE
3. Build profile at a national level
4. Continue to develop and deliver digital well-being hub and support for experts by experience
5. Continue to grow offer and communities of volunteers, experts by experience and community enterprises

All of our activities contribute to one or more of the following outcomes:

- People will feel less isolated and have more social connections
- People will feel more equipped to self-care
- People will have increased confidence and self-esteem
- People will have more skills and knowledge
- People will be better informed about mental health and related activities and services
- People will have an increased understanding of mental health and reduced stigma

Recovery Enterprises

Administrative Information for the year ended 31 March 2017

Directors

Pam Stirling
Brendan Stone
Julie Edwards
Andrew Wood
Nick Bax
Jane Ferretti
Andrew Hudson
Shirin Teifouri

(appointed on 24 May 2016)
(appointed 5 June 2017)

Charity number

1147334

Company number

07980332

Principal address

5 Old Fulwood Road
Sheffield
South Yorkshire
S10 3TG

Independent Examiner

Sarah Lightfoot, ACA DChA

Voluntary Action Sheffield
Community Accounting Service
The Circle
33 Rockingham Lane
Sheffield
S1 4FW

Recovery Enterprises

Directors' annual report - continued

For the year ended 31 March 2017

The key activities carried out were:

- **Sheffield Flourish** Digital Wellbeing Hub was launched in July 2016 and there is a whole range of related online and offline activities including peer support stories, digital inclusion and various offline meetups.
- **CAST** are a group of people from all walks of life who are passionate about arts for mental health and well-being. Activities include weekly arts for wellbeing, creative writing and photography workshops, monthly artist gatherings, publications such as Keys to the Door and an annual exhibition (this year the theme was 'Bridges Not Barriers').
- **Brunsmear Awareness Football Club** is a consortium of Sheffield Health and Social Care NHS FT, Brunsmear Football Club, the Football Association, Sheffield United Football Club and Sheffield Flourish. It provides regular opportunities for people living with mental health conditions to come together and play football.
- **Oasis** gardening provides an opportunity for people to meet others and grow produce which it sells to staff at Sheffield Health and Social Care NHS FT. It also provides carries out maintenance work on private gardens, allotments, gardens of student landlords and the grounds of company property.
- **Rotherham Flourish** is an art-based project which uses different mediums of expressions such as storytelling, creative writing, poetry, and painting to explore unheard narratives of trauma, fragmented identities, displacement, (un)recovery, solidarity, flourishing, and hope.
- **Compassion Convoy** aimed to co-produce an offline and online resource which would help build a more compassionate workforce in SHSC as part of the wider work of Sheffield Flourish and Sheffield Education Exchange.
- **Influencing activities** have also been undertaken ranging from formal involvement in groups, hosting events, presentations and contributions to publications.

Future plans

The plans for 2017/18 include co-designing a new Sheffield Mental Health Guide and strengthening our existing partnerships to support people to access activities across Sheffield.

Reserves policy

Free reserves at 31 March 2017 were £51,889.

The directors have set a reserves target of £16,089 for closure costs of 3 months to ensure the sustainability of our partnership organisations and the proper and orderly closure of the organisation.

Excess reserves will be used for the completion of existing projects.

Directors' responsibilities for the financial statements

Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company at the end of the year and of the surplus or deficiency for the year then ended.

In preparing those financial statements, the trustees are required to: select suitable accounting policies and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The Trustees must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

Recovery Enterprises

Directors' annual report - continued For the year ended 31 March 2017

Small company provisions:

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

The directors declare that they have approved the directors' annual report above on 23 October 2017

Signed on behalf of the directors:


Print name: Pam STIRLING

Director

Recovery Enterprises

Independent Examiner's report on the Financial Statements for the year ended 31 March 2017

I report on the accounts of Recovery Enterprises for the year ended 31 March 2017 which are set out on pages 6 to 12.

Respective responsibilities of the Trustees and the examiner

The Trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The Trustees consider that an audit is not required for this year (under section 144 (2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is needed.

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

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

Basis of independent examiner's report

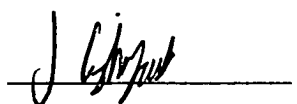
My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or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

Independent examiner's statement

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

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

Signed: _____



Sarah Lightfoot, ACA, DChA

Voluntary Action Sheffield
Community Accountancy Service
The Circle
33, Rockingham Lane
Sheffield
S1 4FW

Date: _____

24 October 2017

Recovery Enterprises

Statement of Financial Activities (incorporating the income and expenditure account) for the year ended 31 March 2017

	Notes	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Income from:					
Donations and grants	2	4,288	3,600	7,888	24,847
Charitable activities	3	45,941	50,249	96,190	89,050
Fundraising events		383	-	383	362
Investment Income		17	-	17	27
Other income		-	-	-	264
Total income		50,629	53,849	104,478	114,550
Expenditure on:					
Fundraising and promotion		1,077	462	1,539	476
Charitable activities	4	57,487	58,800	116,287	73,726
Total expenditure		58,564	59,262	117,826	74,202
Net income/(expenditure)		(7,935)	(5,413)	(13,348)	40,348
Transfers between funds	11	(1,571)	1,571	-	-
Net movement in funds		(9,506)	(3,842)	(13,348)	40,348
Total funds brought forward		61,395	7,127	68,522	28,174
Total funds carried forward		51,889	3,285	55,174	68,522

Recovery Enterprises

Balance sheet

As at 31 March 2017

	Notes	2017 £	2016 £
Current assets			
Debtors	7	18,459	18,955
Cash at bank and in hand		90,328	55,228
Total current assets		108,787	74,183
 Creditors: amounts falling due within one year	8	(40,911)	(5,661)
 Net current assets		67,876	68,522
 Total assets less current liabilities		67,876	68,522
 Creditors: amounts falling due after more than one year	9	(12,702)	-
 Total net assets		55,174	68,522
 Funds of the charity			
Unrestricted funds		51,889	61,395
Restricted income funds	11	3,285	7,127
 Total funds	12	55,174	68,522

For the year ending 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The director's acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

Approved by the board on 23 October 2017

Signed on behalf of the board:

Pam Stirling

Name: PAM STIRLING
Director

Recovery Enterprises

Notes to the Accounts for the year ended 31 March 2017

1 Accounting Policies

(a) General

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The financial statements have also adopted Charities SORP (FRS 102) Bulletin 1.

The charity meets the definition of a public benefit entity under FRS 102.

(b) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income from services provided is included in the year in which the service took place.

Bank interest is recognised as income when it is credited to the bank statement. All bank interest is treated as unrestricted income to the General Fund.

(c) Expenditure and liabilities

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

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

(d) Donated goods and services

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

(e) Tangible fixed assets

All items of capital expenditure below £500 are written off as incurred.

Depreciation has been calculated to write down the cost or valuation, less estimated residual value, of all tangible fixed assets over their expected useful lives on a straight line basis.

(f) Pensions

An Auto-Enrolment Pension Scheme arranged by NEST was introduced during the year. Staff members are automatically enrolled but can opt out of the scheme at their request. The charity's contributions are released to the SOFA as they are incurred.

(g) Fund accounting

Unrestricted funds are donations and other income receivable or generated for the objects of the organisation without further specified purpose and are available as general funds.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific artistic projects being undertaken by the charity.

Recovery Enterprises

Notes to the Accounts - continued for the year ended 31 March 2017

2 Income from donations and grants

	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Donations	4,288	-	4,288	6,575
Membership and contributions	-	-	-	152
Harry Bottom Charitable Trust	-	1,000	1,000	1,800
Sheffield Town Trust	-	1,000	1,000	-
The Football Foundation	-	1,600	1,600	-
Donated services	-	-	-	16,320
	4,288	3,600	7,888	24,847

3 Income from charitable activities

	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Contracts and projects				
Sheffield Health and Social Care Trust - main contract	25,750	-	25,750	25,750
Sheffield Health and Social Care Trust - Compassion convoy pilot project	-	-	-	24,078
Sheffield Hospitals Charity	-	20,901	20,901	-
The Big Lottery Fund: Reaching Communities	-	29,348	29,348	19,686
Services income	20,191	-	20,191	12,536
Event income	-	-	-	7,000
	45,941	50,249	96,190	89,050

4 Expenditure on charitable activities

	Note	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Activities and events		2,552	4,726	7,278	31,420
Staff costs	5	21,542	48,575	70,117	35,247
Consultancy/self-employed staff costs		23,931	4,177	28,108	519
Office costs and equipment		8,096	1,322	9,418	4,189
Support costs		766	-	766	1,751
Independent examiner's fees		600	-	600	600
		57,487	58,800	116,287	73,726

Other fees paid to Independent examiner's organisation for payroll provision

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Recovery Enterprises

Notes to the Accounts - continued for the year ended 31 March 2017

5 Staff Costs

	2017 £	2016 £
Salaries	65,542	33,982
Employer's National Insurance	1,955	333
Pension costs	1,955	680
	<u>69,452</u>	<u>34,995</u>
Staff expenses and other costs including payroll provision	665	252
	<u>70,117</u>	<u>35,247</u>

No employee received emoluments of more than £50,000.
The average number of employees during the period was 4 (2016: 2.5).

6 Trustees remuneration, benefits and expenses

Trustees received no remuneration, benefits or expenses in this period except expenses paid in connection with their duties as volunteers.

7 Debtors

	2017 £	2016 £
Trade debtors ¹	18,309	18,805
Prepayments	150	150
	<u>18,459</u>	<u>18,955</u>

8 Creditors: amounts falling due within one year

	Note	2017 £	2016 £
Trade creditors		-	2,542
Accruals		5,466	2,092
Taxes & social security		2,167	1,027
Deferred income	10	33,278	-
		<u>40,911</u>	<u>5,661</u>

9 Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Deferred income	10	12,702	-
		<u>12,702</u>	<u>-</u>

10 Deferred income

	2017 £	2016 £
Deferred income brought forward	-	-
Income received in the year	45,980	-
Income released in the year	-	-
	<u>45,980</u>	<u>-</u>
Deferred income carried forward		
Split:		
Deferred income due within one year	33,278	-
Deferred income due in more than one year	12,702	-
	<u>45,980</u>	<u>-</u>

Recovery Enterprises

Notes to the Accounts - continued for the year ended 31 March 2017

11 Restricted funds

	Balance at 01-Apr-16 £	Income £	Expenditure £	Transfers £	Balance at 31-Mar-17 £
The Big Lottery Fund: Reaching Communities	5,103	29,348	(36,022)	1,571	-
Sheffield Hospitals Charity	(710)	20,901	(20,191)	-	-
Harry Bottom Charitable Trust - Oasis Project	734	-	(734)	-	-
Harry Bottom Charitable Trust - CAST exhibition	-	1,000	(1,000)	-	-
Sheffield Town Trust	-	1,000	(1,000)	-	-
The Football Foundation	-	1,600	(315)	-	1,285
Co-op community funding	2,000	-	-	-	2,000
	7,127	53,849	(59,262)	1,571	3,285

The Big Lottery Fund: Reaching Communities

This grant is to support the Sheffield Recovery Hub project over 2 years, beginning in September 2015. This project has now finished and overspent by £1,571, which has been transferred from unrestricted funds.

Sheffield Hospitals Charity

This grant, which started in 2015, is to support the employment of a manager for 2 years to develop the Sheffield Recovery Hub project and the Sheffield Education Exchange. This post was filled in May 2015.

Harry Bottom Charitable Trust - Oasis Project

Grant funding was received to support the development of the Oasis project.

Harry Bottom Charitable Trust - CAST exhibition

Grant funding was received to support the CAST exhibition event.

Sheffield Health and Social Care Trust

Grant funding was received to support the CAST exhibition event.

The Football Foundation

Grant funding was received to assist in setting up new football teams.

Co-op community funding

Grant funding was received to support a sponsored cycle event, which will hopefully take place in the near future.

12 Net assets by fund

	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
Net current assets	64,591	3,285	67,876	68,522
	64,591	3,285	67,876	68,522

12 Related party transactions

There were no related party transactions during the year.

Recovery Enterprises

Notes to the Accounts - continued for the year ended 31 March 2017

12 Statement of Financial Activities - previous year fund analysis

	2017			2016		
	Unrestricted funds	Restricted funds	Total funds	Unrestricted funds	Restricted funds	Total funds
	£	£	£	£	£	£
Income from:						
Donations and grants	4,288	3,600	7,888	23,047	1,800	24,847
Charitable activities	45,941	50,249	96,190	69,364	19,686	89,050
Fundraising events	383	-	383	362	-	362
Investment Income	17	-	17	27	-	27
Other income	-	-	-	264	-	264
Total income	50,629	53,849	104,478	93,064	21,486	114,550
Expenditure from:						
Fundraising and promotion	1,077	462	1,539	476	-	476
Charitable Activities	57,487	58,800	116,287	35,800	37,926	73,726
Total expenditure	58,564	59,262	117,826	36,276	37,926	74,202
Net income/(expenditure)	(7,935)	(5,413)	(13,348)	56,788	(16,440)	40,348
Transfers between funds	(1,571)	1,571	-	281	(281)	-
Net movement in funds	(9,506)	(3,842)	(13,348)	57,069	(16,721)	40,348
Total funds brought forward	61,395	7,127	68,522	4,326	23,848	28,174
Total funds carried forward	51,889	3,285	55,174	61,395	7,127	68,522