

Charity registration number 1081874

Company registration number 03919849 (England and Wales)

SMALL WOODS ASSOCIATION

UNAUDITED ACCOUNTS

FOR THE YEAR ENDED 31 MARCH 2022

SMALL WOODS ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	John Blessington Phil Burton Christopher Duncan Alyson May Beverly Tyley Mr Alastair Squire Philip Tidey Peter Watson Gary Battell
Secretary	Christopher Duncan
Charity number	1081874
Company number	03919849
Registered office	Smallwoods Association Coalbrookdale Telford Shropshire TF8 7DR
Auditor	James Holyoak & Parker Limited 1 Knights Court Archers Way Battlefield Enterprise Park Shrewsbury SY1 3GA

SMALL WOODS ASSOCIATION

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SMALL WOODS ASSOCIATION

REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their annual report and financial statements for the year ended 31 March 2022.

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 is constituted as a company limited by guarantee, and is therefore governed by a memorandum and articles of association. The charity's object is to advance the conservation of small woodlands. The principal activities are raising awareness about the needs and implications of small woodland management; undertaking projects that promote their sustainability and use; using woodlands for the promotion of human health and wellbeing and the promotion of traditional woodland crafts. This is done through a number of channels: practical projects (often grant funded); training and educational courses; apprenticeships; seminars; events; an annual conference; information, advice and guidance.

Achievements and performance

The charity has continued to undertake a wide range of activities and done so with the support of a committed membership, trustees and staff. The charity was delivering 27 projects across the UK during the year, supported by the £1.1m turnover, which was a 35% increase on the previous year. The charity was able to support more people during the year with, for example, over 1500 people supported through health and wellbeing activities, a near doubling of support to individuals, all of whom are dealing with some sort of challenge or crisis in their lives.

Membership of the charity has increased over the course of the year by more than 10% and now stands at over 2,500 for the first time. The area of woodland represented is now over 32,000 hectares (ha.) the first time it has exceeded 30,000ha. All of our members have access to advice and information on sustainable woodland management provided by the charity, and 92 of them received direct 1-2-1 advice last year.

As a result of Covid the majority of events were online, with 101 online events held during the year. Covid has continued to impact the way in which the charity is able to operate as well as its finances. Charity operations would have been more financially successful had the pandemic not intervened. Much management action during the year has been to mitigate its effects and the financial out turn represents a significant achievement, given this context.

One of the largest projects Small Woods has ever undertaken commenced in 2021/22, the ENRAW Outdoor Health and Green Infrastructure Project, through which we received over £1.5m from Welsh Government, through their European Programme. This project enabled Small Woods to expand its health and wellbeing and its woodland management work in Wales significantly and led to a significant increase in the people we were able to support; this programme accounting for the majority of the increase in people supported by the charity.

Small Woods benefited from the efforts of a range of volunteers, both those involved in practical woodland work, such as our coppice volunteers at the Green Wood Centre and Edge Wood, and those able to provide professional input to the charity, such as the volunteers from Cap Gemini who are supporting the charity in the development of its IT.

Financial review

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. In addition a wind up fund is maintained to cover costs such as redundancy should the charity ever be dissolved.

The trustees have decided to address all losses brought forward from the previous year, in regards to specific projects, as a result of the pandemic this year in designated funding. Although there is still an outstanding business interruption insurance claim, there is no guarantee this will be settled in the charity's favour, nor is there any guarantee about timescale.

SMALL WOODS ASSOCIATION

REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

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.

Plans for future periods

The year's activities represents a continued period of stability for the charity and one on which it can build for the future. Notification was received at the end of the reporting period of funding for a number of innovative new development projects, which will help the charity to grow its reputation for addressing our charitable objects through creative and innovative developments. The charity's financial stability and growing reputation both contribute to its ability to take on such challenging new projects.

The charity has active working relationships with a wide range of charities and other bodies in the forestry and health sectors. Many of its future activities will deepen these relationships.

Structure, governance and management

Small Woods Association is a registered charity and private company with no issued share capital/company limited by guarantee, incorporated in England and Wales. The registered office is Station Road, Coalbrookdale, Telford, Shropshire, TF8 7DR. The registered company number is 03919849 (England and Wales), and the registered charity number is 1081874.

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:

John Blessington
Phil Burton
Christopher Duncan
Alyson May
Beverly Tyley
Mr Alastair Squire
Philip Tidey
Peter Watson
Gary Battell

Potential new trustees are identified by the board and approached as and when required. New trustees are briefed on the operational of the organisation at trustees meetings.

Day to day running of the charity is undertaken by Ian Baker CEO

None of the Trustees has 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.

Auditor

In accordance with the company's articles, a resolution proposing that James Holyoak & Parker Limited be reappointed as auditor of the company will be put at a General Meeting.

SMALL WOODS ASSOCIATION

REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE YEAR ENDED 31 MARCH 2022*

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The report was approved by the Board of Trustees.

John Blessington
Trustee

A handwritten signature in black ink, appearing to be 'John Blessington', written over a horizontal line.

27 September 2022

SMALL WOODS ASSOCIATION

STATEMENT OF RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees, who are also the directors of Small Woods Association for the purpose of company law, are responsible for preparing the 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.

SMALL WOODS ASSOCIATION

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF SMALL WOODS ASSOCIATION

Opinion

We have audited the financial statements of Small Woods Association (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and 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 Financial Reporting Standard 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 31 March 2022 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 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 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

SMALL WOODS ASSOCIATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF SMALL WOODS ASSOCIATION

Responsibilities of Trustees

As explained more fully in the statement of responsibilities, the Trustees, who are also the directors of the charity for the purpose of company law, 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

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

The audit team obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are those that relate to the reporting framework (FRS102 and the Companies Act 2006), the relevant tax compliance regulations, employment law, Health and Safety Regulations and the EU General Data Protection Regulation (GDPR).

We understood how the company is complying with these frameworks by making enquiries of management and those responsible for legal and compliance procedures.

We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by meeting with key management to understand where they considered there was a susceptibility to fraud. Based on our understanding, our procedures involved enquiries of management and those charged with governance, manual journal entry testing, cashbook reviews for large and unusual items and the challenge of significant accounting estimates used in preparing the financial statements.

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.

Other matters

The financial statements of the charity for the year ended 31st March 2021 (the corresponding figures) were not audited. However we have required sufficient appropriate audit evidence that the opening balances do not contain misstatements that material affect the current period's financial statements.

SMALL WOODS ASSOCIATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF SMALL WOODS ASSOCIATION

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Robert Humphreys BEng FCA (Senior Statutory Auditor)
for and on behalf of James Holyoak & Parker Limited

2 November 2022

Chartered Accountants
Statutory Auditor

1 Knights Court
Archers Way
Battlefield Enterprise Park
Shrewsbury
SY1 3GA

James Holyoak & Parker Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

SMALL WOODS ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	124,905	-	124,905	200,998	320	201,318
Charitable activities	4	129,855	838,591	968,446	8,869	604,960	613,829
Investments	5	1,281	-	1,281	2,032	-	2,032
Total income		256,041	838,591	1,094,632	211,899	605,280	817,179
Expenditure on:							
Charitable activities	6	307,821	830,845	1,138,666	229,332	603,694	833,026
Profit on sale of fixed assets	9	(34,383)	-	(34,383)	-	-	-
Total expenditure		273,438	830,845	1,104,283	229,332	603,694	833,026
Net (outgoing)/incoming resources before transfers		(17,397)	7,746	(9,651)	(17,433)	1,586	(15,847)
Gross transfers between funds		10,298	(10,298)	-	3,808	(3,808)	-
Net expenditure for the year/ Net movement in funds		(7,099)	(2,552)	(9,651)	(13,625)	(2,222)	(15,847)
Fund balances at 1 April 2021		641,095	100,907	742,002	654,720	103,129	757,849
Fund balances at 31 March 2022		633,996	98,355	732,351	641,095	100,907	742,002

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.

SMALL WOODS ASSOCIATION

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	10		374,969		401,440
Investments	11		100		100
			<u>375,069</u>		<u>401,540</u>
Current assets					
Debtors	12	352,576		161,051	
Cash at bank and in hand		380,468		301,961	
		<u>733,044</u>		<u>463,012</u>	
Creditors: amounts falling due within one year	13	(375,762)		(122,550)	
Net current assets			357,282		340,462
Total assets less current liabilities			<u>732,351</u>		<u>742,002</u>
Income funds					
Restricted funds	15		98,355		100,907
<u>Unrestricted funds</u>					
Designated funds	16	359,172		324,424	
General unrestricted funds		274,824		316,671	
			<u>633,996</u>		<u>641,095</u>
			<u>732,351</u>		<u>742,002</u>

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 March 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

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 members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, 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 27 September 2022

John Blessington
Trustee



Company registration number 03919849

SMALL WOODS ASSOCIATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	20		30,377		144,473
Investing activities					
Purchase of tangible fixed assets		(7,950)		(80,000)	
Proceeds on disposal of tangible fixed assets		54,800		-	
Investment income received		1,281		2,032	
Net cash generated from/(used in) investing activities			48,131		(77,968)
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			78,508		66,505
Cash and cash equivalents at beginning of year			301,961		235,456
Cash and cash equivalents at end of year			380,468		301,961

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Small Woods Association is a private company limited by guarantee incorporated in England and Wales. The registered office is Smallwoods Association, Coalbrookdale, Telford, Shropshire, TF8 7DR.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing documents, 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 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 £.

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 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.

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.

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.

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

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:

Freehold land and buildings	Nil
Leasehold land and buildings	2% on a straight line basis
Plant and equipment	10% on a reducing balance basis
Motor vehicles	20% on a straight line basis

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 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 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).

1.9 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.

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

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.

1.12 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	Unrestricted funds	Restricted funds	Total
	2022	2021	2021	2021
	£	£	£	£
Donations and gifts	32,167	106,475	320	106,795
Legacies receivable	10,305	11,716	-	11,716
Membership fees	82,433	82,807	-	82,807
	<u>124,905</u>	<u>200,998</u>	<u>320</u>	<u>201,318</u>

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Charitable activities

	Unrestricted Income 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted Income 2021 £	Restricted funds 2021 £	Total 2021 £
Grants from funders	99,292	771,236	870,528	512,413	2,138	514,551
Training courses	19,639	1,690	21,329	11,301	2,637	13,938
Other income	10,924	65,665	76,589	81,246	4,094	85,340
	<u>129,855</u>	<u>838,591</u>	<u>968,446</u>	<u>604,960</u>	<u>8,869</u>	<u>613,829</u>

5 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Interest receivable	<u>1,281</u>	<u>2,032</u>

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Charitable activities

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Staff costs	201,341	498,133	699,474	142,068	376,520	518,588
Depreciation and impairment	14,005	-	14,005	15,016	-	15,016
Project costs and associated training expenses	10,963	182,260	193,223	5,719	123,501	129,220
Magazine production costs	15,548	-	15,548	20,171	-	20,171
Meeting expenses	-	-	-	80	-	80
Staff, volunteer and apprentice costs	15,168	23,610	38,778	6,575	4,332	10,907
Sundries	16,953	11,239	28,192	24,000	8,304	32,304
Advertising	13,201	2,684	15,885	-	5,140	5,140
Irrecoverable VAT	8,339	6,133	14,472	3,645	3,799	7,444
Bank Charges	851	-	851	989	-	989
Printing, stationery and postage	4,426	1,271	5,697	2,814	696	3,510
Legal, professional and accountancy	18,740	2,655	21,395	14,095	5,205	19,300
Telephone	1,458	356	1,814	1,841	-	1,841
Rent, power and insurance	27,360	3,908	31,268	25,709	3,744	29,453
Repairs, maintenance and computer supplies	33,173	24,891	58,064	26,743	12,320	39,063
Management charges across funds	(73,705)	73,705	-	(60,133)	60,133	-
	<u>307,821</u>	<u>830,845</u>	<u>1,138,666</u>	<u>229,332</u>	<u>603,694</u>	<u>833,026</u>

7 Trustees

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

8 Employees

The average monthly number of full time equivalents during the year was:

	2022 Number	2021 Number
Charitable activities	24	18
Governance	1	1
Total	<u>25</u>	<u>19</u>

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Employees	(Continued)	
Employment costs	2022	2021
	£	£
Wages and salaries	655,065	489,674
Social security costs	33,860	8,763
Other pension costs	10,549	20,151
	<u>699,474</u>	<u>518,588</u>

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

9 Profit on sale of fixed assets

	Unrestricted funds	Total
	2022	2021
	£	£
Net loss on disposal of tangible fixed assets	(34,383)	-
	<u>(34,383)</u>	<u>-</u>

10 Tangible fixed assets

	Leasehold land and buildings	Plant and equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 April 2021	470,451	215,837	23,343	709,631
Additions	-	-	7,950	7,950
Disposals	-	(57,231)	(23,343)	(80,574)
At 31 March 2022	<u>470,451</u>	<u>158,606</u>	<u>7,950</u>	<u>637,007</u>
Depreciation and impairment				
At 1 April 2021	119,470	165,377	23,343	308,190
Depreciation charged in the year	9,410	3,005	1,590	14,005
Eliminated in respect of disposals	-	(36,814)	(23,343)	(60,157)
At 31 March 2022	<u>128,880</u>	<u>131,568</u>	<u>1,590</u>	<u>262,038</u>
Carrying amount				
At 31 March 2022	<u>341,571</u>	<u>27,038</u>	<u>6,360</u>	<u>374,969</u>
At 31 March 2021	<u>-</u>	<u>50,459</u>	<u>-</u>	<u>401,440</u>

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

10 Tangible fixed assets (Continued)

Leasehold land and buildings were valued on an open market basis by Wiggins Lockett Thompson Limited Chartered Surveyors (regulated by RICS) at a value of £290,000 as at 17 August 2017. The trustees consider that this is materially in line with the reported net book value on a historic cost basis.

	2022 £	2021 £
Long leasehold	290,000	290,000
	<u>290,000</u>	<u>290,000</u>

11 Fixed asset investments

		Other investments
Cost or valuation		
At 1 April 2021 & 31 March 2022		100
Carrying amount		
At 31 March 2022		100
At 31 March 2021		100

		2022 £	2021 £
Other investments comprise:	Notes		
Investments in subsidiaries	19	100	100
		<u>100</u>	<u>100</u>

12 Debtors

		2022 £	2021 £
Amounts falling due within one year:			
Trade debtors		54,779	147,943
Other debtors		295,879	11,190
Prepayments and accrued income		1,918	1,918
		<u>352,576</u>	<u>161,051</u>

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

13 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Other taxation and social security		17,211	25,859
Government grants	14	323,500	64,100
Trade creditors		26,103	24,513
Amounts owed to subsidiary undertakings		1,758	1,758
Accruals and deferred income		7,190	6,320
		<u>375,762</u>	<u>122,550</u>

14 Government grants

Deferred income is included in the financial statements as follows:

	2022 £	2021 £
Deferred income is included within:		
Current liabilities	<u>323,500</u>	<u>64,100</u>
Deferred income at 1 April 2021	64,100	5,849
Released from previous periods	(64,100)	(5,849)
Resources deferred in the year	<u>323,500</u>	<u>64,100</u>
Deferred income at 31 March 2022	<u>323,500</u>	<u>64,100</u>

SMALL WOODS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

15 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:

	Balance at 1 April 2020		Movement in funds			Movement in funds			Balance at 31 March 2022		
	£	£	Incoming resources	Resources expended	Transfers	Balance at 1 April 2021	Incoming resources	Resources expended	Transfers	£	£
Coed Lioel	65,382		332,474	(356,878)	(3,722)	37,256	648,809	(624,205)	-	-	61,860
Bringing Better Opportunities	-		33,652	(34,471)	-	(819)	36,645	(34,248)	-	-	1,578
Biochar	725		10,580	(15,027)	3,722	-	7,690	(4,551)	(3,139)	-	-
Biomass	4,595		8,618	(8,926)	(4,287)	-	2,250	(3,191)	941	-	-
Defra	-		65,568	(75,896)	479	(9,849)	36,187	(39,851)	13,513	-	-
FSC	-		61,500	(45,164)	-	-	4,250	(3,560)	(690)	-	-
HLF Site redevelopment	-		32,538	(15,811)	-	16,336	-	(19,595)	3,259	-	-
Landau Community Grants	32,427		60,350	(51,521)	-	-	8,000	(6,634)	-	-	1,366
Severn Trent	-		-	-	-	16,727	45,038	(47,711)	-	-	14,054
Willlys Estate (Shropshire)	-		-	-	-	-	16,100	(1,530)	-	-	14,570
Women in the Woods	-		-	-	-	-	-	(5,817)	5,817	-	-
Social Enterprise	-		-	-	-	41,256	33,622	(39,952)	(29,999)	-	4,927
	103,129		605,280	(603,694)	(3,808)	100,907	838,591	(830,845)	(10,298)		98,355

SMALL WOODS ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2022

16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2020		Movement in funds			Movement in funds			Balance at 31 March 2022		
	£	£	Incoming resources	Resources expended	Transfers	Balance at 1 April 2021	Incoming resources	Resources expended	Transfers	£	£
Capital fund	315,390	80,000	80,000	(15,016)	(2,202)	378,172	-	(34,422)	-	343,750	
Other designated funds	6,025	7,861	7,861	(76,859)	9,225	(53,749)	99,405	(74,129)	43,895	15,422	
	<u>321,415</u>	<u>87,861</u>	<u>87,861</u>	<u>(91,875)</u>	<u>7,023</u>	<u>324,423</u>	<u>99,405</u>	<u>(108,551)</u>	<u>43,895</u>	<u>359,172</u>	

17 Analysis of net assets between funds

	Unrestricted funds		Designated funds		Restricted funds		Capital fund		Total
	2022	£	2022	£	2022	£	2021	£	
Fund balances at 31 March 2022 are represented by:									
Tangible assets	58,410	-	-	-	374,969	50,459	-	350,981	401,440
Investments	100	-	-	-	100	100	-	-	100
Current assets/(liabilities)	216,314	15,422	98,355	27,191	357,282	266,470	(53,748)	27,191	340,820
	<u>274,824</u>	<u>15,422</u>	<u>98,355</u>	<u>343,750</u>	<u>732,351</u>	<u>317,029</u>	<u>(53,748)</u>	<u>378,172</u>	<u>742,360</u>

SMALL WOODS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

19 Subsidiaries

These financial statements are separate charity financial statements for Small Woods Association.

Details of the charity's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Heratwoods Limited	England and Wales		Ordinary		100.00

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Heratwoods Limited	358	100

20 Cash generated from operations

	2022	2021
	£	£
Deficit for the year	(9,651)	(15,847)
Adjustments for:		
Investment income recognised in statement of financial activities	(1,281)	(2,032)
Gain on disposal of tangible fixed assets	(34,383)	-
Depreciation and impairment of tangible fixed assets	14,005	15,016
Movements in working capital:		
(Increase) in debtors	(191,525)	(161,051)
(Decrease)/increase in creditors	(6,188)	58,450
Increase in deferred income	259,400	64,100
Cash generated from/(absorbed by) operations	30,377	(41,364)

21 Analysis of changes in net funds

The charity had no debt during the year.