



harry's
rainbow



TRUSTEES' ANNUAL REPORT & FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31 DECEMBER 2022



WE AIM TO GIVE **BEREAVED** CHILDREN A
BRIGHTER TOMORROW

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CHARITY'S GOVERNANCE



Trustees

G Bariah (appointed 5/4/2022)
R Naylor (appointed 21/1/2022)
M Wade (appointed 15/1/2022)
P Swales
V Holmes
E Golabek
P McGrath
J Pritchard
J Leggatt

Principal Address

Suite 645 Milton Keynes Business Centre
Foxhunter Drive
Linford Wood
Milton Keynes
MK14 6GD

Registered Charity Number

1194917

Independent Examiner

Ad Valorem Accountancy Services Limited
2 Manor Farm Court
Old Wolverton Road
Old Wolverton
Buckinghamshire
MK12 5NN

Bank

Barclays Bank PLC
Leicester
LE87 2BB

CHARITABLE OBJECTIVES

The aims of the CIO are to provide support and relief for children, young people (up to the age of 25 years) and their families who have been bereaved through the loss of a parent or sibling by:

01

Providing mentoring, emotional well-being support and advice through facilitated internal and partner agency support groups, provision of books, resources and via our website and social networking sites;

02

Providing recreational and leisure activities to children and young people in order to improve their conditions of life and reduce the isolation felt during bereavement by facilitating contact with other children, young people and their families;

03

Raising public awareness of the need for support and guidance and providing information about coping with bereavement

The objects shall focus on beneficiaries in Milton Keynes but are not restricted to that area.



OUR OBJECTIVES



In setting our objectives and planning our activities the Trustees have considered the Charity Commission's public benefit guidance and our charitable aims.

Our key objectives for the year included:

01 Face to Face Rainbow Groups

Transition back to face-to-face groups from the online service, following the pandemic. Implement new groups plan to allow for growth.

02 Implement evaluation tools

Implement assessment tools and carry out a pilot to review impact on beneficiaries

03 Sustain income levels

Carry out reviews of income streams and resources to manage growth and recovery from the covid pandemic.

04 Improve resources

Review resources to measure needs for future development for the board, staff and volunteers.

05 Raise Awareness of our service

To raise awareness in underrepresented and minority communities, through schools, networking, awards, and marketing.

REVIEW OF BENEFICIARY ACTIVITIES AND ACHIEVEMENTS

2022 Highlights

- Recruitment of Family Liaison Officer
- 56% increase in children registering to access our service
- Return to face-to-face services and implemented new group structure to offer 44 groups across the year

We have responded to the increase in need for our service by implementing a new structured element to our rainbow groups. We have delivered more groups across the year (44) and provided more short breaks (73) and hampers to bereaved children and their families (74). With the implementation of evaluation tools, engaging with our community once more (a hugely impacted area since the isolation of lockdown) are some of the projects that can help us to connect with bereaved people in underrepresented groups.

Other successes

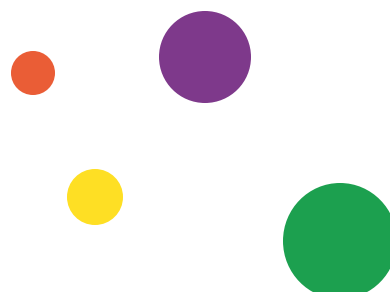
43 families benefitted from the beneficiary get togethers during the summer and at Christmas.

8 attended Lads and Dads day at Energie Fitness Gym

354 individuals attended our trips to Woburn Safari Park and Frosts Christmas event

23 families attended our 10th Birthday celebration

32 young people and young adults attended a trip to Ninja Warriors and the Escape room



CHAIR'S REPORT

2022 Highlights

- Transfer of legal structure
- Recruitment of board members & staff to improve resources
- Move to own premises
- SME GOLD Positive Impact
- CEO/Founder awarded MBE



Governance

Despite the ever-changing landscape and challenges of the pandemic our charity has remained strong and resilient. There have been some changes to our board, resulting in the recruitment of new Trustees in close succession, taking the board to 9 members, collectively offering a broad range of skills and diversity. We have managed the transfer of charity legal structure from our original charity of The Harry's Rainbow Charitable Trust, founded in 2011 – 1149011). Our small operational team have aided in the management of the transfer to ensure services were not affected.

Recruiting a dedicated Family Liaison officer in May 2021 enabled the re structure of face-to-face rainbow groups, more than doubling our offering from Jan 2022. This has allowed us to cater to the differing needs of our beneficiaries.

We considered the financial difficulties we will face over the coming years and therefore invested in the part time fundraising role to become full time. This allowed focus on multiple areas, including weak fundraising streams as well the implementation of a new fundraising database.

Operations

Our governance objectives for 2023 will focus on strengthening our new team in order to work on the creation of a 5-year strategy, whereas our operational objectives will involve implementation of evaluation tools, engaging with our community once more (a hugely impacted area since the isolation of lockdown) and projects that can help us to connect with bereaved people in underrepresented groups.

We raised more income than we expected which has led to high level free reserves. The wonderland ball raised more than expected which will inform our future fundraising strategy.

FINANCIAL REVIEW

2022 Highlights

- Total cash deficit of £3.5k
- Total cash funds at £192.8k with free reserves at £170k
- Figures reflect PART year March-December 2022 as explained in page 16



Financial objectives

The change of legal structure and move of financial year is reflected in our accounts. The accounts reported are for part year 16th March 2022 to 31st December 2022.

Our thanks goes to the many donors and supporters who have made financial contributions to our work. Some are listed below.

Grants & Trusts	Corporate Funders	Events
The National Lottery	Ingram Micro	Halloween Scare Maze
The Albert Hunt Trust	Rightmove	Canal walkers
Charlies Gift	Marshalls	Wonderland Ball
The Rotary Club MK	Cherished Urns	Jessica's Rainbow Run
Milton Keynes Community Foundation	Medical Research Network	Harry's Rainbow Walkers

Financial Review continued

Income

Total income was £183.9k for the year. The key highlights within this were:-

- Increased Community Income with donations higher than anticipated.
- The successful Wonderland Ball and other in year events generating more income than expected, given the tough economic climate.

Expenditure

Our total costs were 26.2% higher than last year, driven by increased beneficiary costs, fundraising activities and increased operational costs year on year. The contributing factors were:-

- Increased numbers of beneficiaries the charity was supporting.
- Additional resources employed in year to support the beneficiary activities, and continue to provide a level of support to all concerned.

Looking Ahead

- We aim to recruit additional fundraising team members to focus on challenge events
- Implementing new operating systems to ensure fundraisers, volunteers and donors are supported, with relationships being maintained to secure future support and fundraising activities.
- We continue to focus on grant applications and source continued / new support through corporate partners.

	2021/22 Actual	2023 Target
Unrestricted Funds (Reserves)	£170k	£117k
Restricted / Designated funds:		
- Grants	£13.4	£5k
- Project Funds (CIO)	-	-
- Committed funds	£8.5k	-
Total Funds (1)	£191.9	£122k
Ratio Reserves (2) to Annual Operating Expenditure (3)	1.02	0.51

(1) Includes unrestricted, restricted, and designated funds

(2) Unrestricted funds

(3) Charitable activities and other operating and administrative expenses

Financial Review continued



Reserve Policy continued

The 2022 unrestricted reserves were at £170k at a ratio of 1.02, outside the reserves policy range of 0.9. The surplus was driven by the transfer of reserves from the original Harry's Rainbow charity to the CIO in March 2022. In addition, the charity received more income than anticipated.

We intend to use our free reserves to support the following initiatives, and bring the unrestricted reserves ratio down within policy range in 2023:

- Change the Part-time Fundraising Co-Ordinator position to a Full-time position
- Expand support to beneficiaries
- Recruit more staff, focusing on strengthening the team in-order to create a 5-year strategy
- The charity is also anticipating a tough year for fundraising due to the ongoing economic climate in the UK and UK businesses face.

INDEPENDENT AUDITORS REPORT



Independent examiner's report to the trustees of The Harrys Rainbow CIO

I report to the charity trustees on my examination of the accounts of The Harrys Rainbow CIO (the Trust) for the year ended 31 December 2022.

Responsibilities and basis of report

As the charity trustees of the Trust, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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

Tom Foot FCA
Ad Valorem Accountancy Services Limited 2 Manor Farm Court
Old Wolverton Road
Old Wolverton
Buckinghamshire
MK12 5NN

FINANCIAL STATEMENT

STATEMENT OF FINANCIAL ACTIVITIES For the year ended 31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies		159,683	24,047	183,730
Other trading activities	2	180	0	180
Total		159,863	24,047	183,910
EXPENDITURE ON				
Raising funds				
Other trading activities		3,797	0	3,797
		3,797	0	3,797
Charitable activities				
Charitable activities		143,176	2,150	145,326
Other		38,362	0	38,362
Total		185,335	2,150	187,485
NET INCOME/(EXPENDITURE)		-25,472	21,897	-3,575
RECONCILIATION OF FUNDS				
Total funds brought forward		195,527	0	195,527
TOTAL FUNDS CARRIED FORWARD		170,055	21,897	191,952

STATEMENT OF ASSESTS AND LIABILITIES

BALANCE SHEET 31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	Total funds £
FIXED ASSETS				
Tangible assets	4	5,922	0	5,922
CURRENT ASSETS				
Cash at bank and in hand		170,875	21,897	192,772
CREDITORS				
Amounts falling due within one year	5	-6,664	0	-6,664
NET CURRENT ASSETS		<u>164,133</u>	<u>21,897</u>	<u>186,030</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		17,055	21,897	191,952
NET ASSETS		<u>170,055</u>	<u>21,897</u>	<u>191,952</u>
FUNDS				
Unrestricted funds	6			170,055
restricted funds				21,897
Total funds this year end				<u>191,952</u>

NOTES TO FINANCIAL STATEMENT



1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 15% on cost
Computer equipment	- 25% on cost

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

NOTES TO FINANCIAL STATEMENT

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. OTHER TRADING ACTIVITIES

Merchandise income	£ <u>180</u>
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3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022.

4. TANGIBLE FIXED ASSETS

	Improvements to property	Computer equipment	Totals
	£	£	£
COST			
Additions	6,712	289	7,001
DEPRECIATION			
Charge for year	1,007	72	1,079
NET BOOK VALUE			
At 31 December 2022	<u>5,705</u>	<u>217</u>	<u>5,922</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade creditors	4,067
Taxation and social security	2,651
Other creditors	<u>24</u>
	<u>6,742</u>

NOTES TO FINANCIAL STATEMENT

6. MOVEMENT IN FUNDS

	At 16/3/22	Net movement in funds	At 31/12/22
	£	£	£
Unrestricted funds			
General fund	195,527	-25,472	170,055
Restricted funds			
Designated Funds	0	21,897	21,897
TOTAL FUNDS	<u>195,527</u>	<u>-3,575</u>	<u>191,952</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	159,863	-185,335	-25,472
Restricted funds			
Designated Funds	24,047	-2,150	21,897
TOTAL FUNDS	<u>183,910</u>	<u>187,485</u>	<u>-3,575</u>

7. RELATED PARTY DISCLOSURES

The charity has officers in common with Milton Keynes Play Association. There were no other related party transactions for the year ended 31 December 2022.

8. INCORPORATION OF RESERVES

On 16th March 2022 there was a transfer of funds totalling £195,526 from The Harry's Rainbow Charitable Trust. The original charity, registration number 1149011, ceased its operations on 15 March 2022 and transferred its reserves in full to the CIO on 16 March 2022. Harrys Rainbow CIO commenced trading on 16 March 2022.

9. SERVICES PROVIDED TO THE CHARITY

Harrys Rainbow CIO received services in the form of website support during the year to December 2022. The services were provided free of charge, with the value of these services amounting to £3,600 for the reporting period. The value of these services has been accounted for within the statement of financial activities within these accounts.

DECLARATION

The trustees declare that they approve the Trustees' report and the financial statements (page 12-17).

Signed on behalf of the charity's Trustees




Name: Jodie Pritchard
Position: Chairperson
Date: 8th October 2023




**harry's
rainbow**



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