

wetwheels FOUNDATION

Registered charity in England and Wales (1148600) and Scotland (SC051304)

ROYAL PATRON - HRH THE PRINCESS ROYAL

ANNUAL REPORT AND ACCOUNTS 2022.23

www.wetwheelsfoundation.org



"Paralysed from the neck down in an accident at the age of 18, I have maintained the passionate belief that anything can be achieved, given a positive approach and the support to help make that dream a reality. That passion remains undimmed."

Geoff Holt MBE DL, Founder and Trustee



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1. Chair's introduction

Dear Friends,

I am pleased to introduce our Annual Report and Accounts 2022.23 and share our story for the year.

Wetwheels provides inspirational barrier-free boating and the opportunity for disabled people of all ages to go to sea. Our purpose-built, fully accessible powerboats provide the opportunity for all, including some of the most profoundly disabled, to access the water with a true sense of freedom and joy.

The past 12 months has been a period of both consolidation and growth. We now have 7 locations, with Wetwheels Edinburgh now fully operational, and our 8th boat Wetwheels Torbay arrives in a few short months ready for the 2024 season.

This time last year, I talked about the long-term effects of the pandemic and how Wetwheels has been playing a vital role in re-engaging with the most severely disabled and often isolated people, in our society. This exclusion from many activities is often hidden, but often with a deep impact. I have been delighted to meet many participants across our locations, who have told us just what a huge and positive difference Wetwheels makes to them, their families and carers. We continue to learn, even after a decade of being on the water.

The Foundation remains financially robust and we maintain the highest standards of governance and oversight. The challenge to raise funds for core costs however remains very real and so we welcome all new support, as well as thanking those who have given so generously.

We could not do what we do, reaching the highest levels of safety, charity management and the sense of enjoyment onboard Wetwheels, without our incredible Operators. Their teams and volunteers show amazing skill and dedication on a daily basis – thank you, for all you do.

I hope you enjoy reading this Report and I look forward to seeing you on the water. With best wishes,



Andy Fell - Chair of Trustees



2. Charitable object

The relief of those in need by reason of disability through powerboating in the interests of social welfare and the object of improving their conditions of life.

Vision

To ensure everyone can access the water with a safe, barrier free, enriching experience.

Mission Statement

Wetwheels offers a unique opportunity for disabled and disadvantaged people of all ages - including those with multiple, profound and complex impairments - to access the water.

Central to our experience is active participation - helping to broaden aspirations, increase confidence and directly impact on health and wellbeing.

We continually innovate through new technologies such as developing new steering systems for those with particular disabilities, and improve what we offer through feedback from our dedicated teams, and participants.

Ensure a sustainable operation through a range of income streams.

By 2026, we aim to support 12,000 people every year to participate in a Wetwheels experience across the UK, with a wide reach and awareness.



The Wetwheels Foundation is a national charity that supports the health and well-being of disabled people of all ages. By enabling disabled people to be active in a highly sensory, rich maritime environment, Wetwheels helps to increase confidence and reduce anxiety.

Through a network of fully accessible, custom-built powered catamarans strategically located around the UK, we offer barrier free access to the sea.

Participants not only learn new skills such as seamanship and boat handling but these lived-life experiences encourage independence of thought and can be shared with family and friends.

3. Achievements and performance

Overall we delivered at our full capacity with c. 7,000 people participating in a Wetwheels experience. The range of disabilities of those accessing Wetwheels across the year included, but was not limited to:

- Wheelchair users;
- People affected by stroke;
- People with sensory or mobility impairments;
- Those with neurological conditions including dementia, Parkinson's or Alzheimer's;
- Behavioural disabilities including autism;
- People with learning difficulties;
- People with acquired brain injuries;
- People with multiple, profound and complex conditions;
- Former service personnel and Veterans

We continue to evolve our experiences onboard Wetwheels to ensure the widest impact for the broadest range of people.



Our **Young Mariners** trips give the opportunity to enjoy a fun and inspirational adventure on the water, experiencing all the sensory elements and learning seamanship alongside their peers, friends and families. All the young people who join us are active participants - with specialist adapted controls, everyone has the opportunity to take the helm and drive.



The **Maritime Adventures** experience, developed in Portsmouth, involves local charities and community groups sharing local history, landmarks and nature, from the unique perspective of the water. Our interactive website provides the opportunity to research these landmarks and we continue to discover new routes and magical secrets each trip.

Harbour Breezes provides a unique and wonderful experience for older people and those living with dementia, together with accompanying family members, friends or carers.

The trips trigger memories for elderly people - for example, remembering previous maritime jobs, holidays or visiting the local area. Those with such illnesses are often forgotten but we value their experiences and knowledge, and enjoy seeing their delightful reactions to coming onboard.



4. The Magic of Wetwheels

“It’s a brilliant concept. Seeing fellow passengers look so joyful is inspiring and humbling.”

“We really loved our time out on the boat and it was a great experience to share with the family”

“A fabulous birthday trip for my son. We love Wetwheels and all that you do with disabled people. Thank you so much.”

“Thank you so much for an amazing experience - as a veteran of HM forces and a single parent managing a disability, this was the perfect experience for our family.”



“It was fantastic that the boat was fully accessible. The crew were equally fantastic and communicated so well with the needs of everyone.”

5. Widening participation

Our **Outreach programme** is designed to widen our reach and network of disabled participants in new areas, and deliver our aims to raise our profile and develop as an organisation.



Throughout 2022.23 visits to Plymouth, Yarmouth, Torquay, Eastbourne, North Shields, Chatham Marina, Edinburgh - and many more - formed part of our planning and delivery.

We continue to work with the Angling Trust and the British Disabled Angling Association, delivering highly successful **sea angling trips** and providing the only co-ordinated disabled sea angling programme in the UK. We provide state-of-the-art equipment including electric reels enabling those with little or no hand movement to land their catch independently.

We are delighted that our 7th boat, Wetwheels Edinburgh, safely arrived at her new home in Port Edgar as we look forward to the arrival of Wetwheels Torbay for the start of 2024.



Wetwheels is committed to **equality & diversity** across all our activities. We welcome and celebrate the diversity of all the communities where we are located, with the background of many coastal towns and cities dealing with the challenges of economic deprivation and inequality of opportunity.

As a core value we recognise and **develop the potential** of our staff teams, volunteers and participants. This year we welcomed our new Operations Director who along with our Company Secretary has managed our Operator audits, training and annual review of our policies and procedures.

Our **Environmental and sustainability policy** outlines our ongoing commitment wherever possible to help protect and preserve our coastline.

6. A Message from Geoff

In last years Annual Report, I reflected on the past 10 years and what an incredible journey we have undertaken at Wetwheels.

One year on, we are focussed on the future with our next 4 boats across the UK - building on these wonderful foundations, whilst being mindful of reaching the high standards we have set ourselves every day.

Paralysed from the neck down in an accident at the age of 18, I have maintained the passionate belief that anything can be achieved, given a positive approach and the support to help make that dream a reality. There is something very special about being on the water. For someone with a disability, being at sea offers unparalleled freedoms. Your mind and imagination fill with things that once didn't seem possible.

Being onboard Wetwheels Solent still gives me so much pleasure, as pictured here during a recent trip with lots of smiles included! As the COVID 19 storm clouds have cleared, we believe more than ever, Wetwheels plays a vital part in the wellbeing of our participants, their families and carers.



As boats 7 and 8 - Wetwheels Edinburgh and shortly Wetwheels Torbay - become operational, we have seen the widening impact of Blue Health, something I became aware of many years ago. It never ceases to amaze me just what the unique sensory elements of being at sea – the movement, the sounds, the breeze, the spray – can do to positively affect someone who may have only ever been told what they can, or cannot, achieve in life.

We have come so far in a relatively short space of time, and been very fortunate to work with some truly incredible friends and supporters. But my dream to ensure no one is excluded from being on the water is yet to be fully realised – and this is why the aspiration to reach more people, remains one of our key ambitions.

As ever, may I echo the heartfelt thanks to all our crews and volunteers who are the heartbeat of Wetwheels and to those who come onboard and become part of the Wetwheels journey.

Geoff Holt MBE DL, Founder and Trustee, Wetwheels Foundation

7. Thank You to our supporters

Baillie Gifford
Cheetah Marine
Geoff & Fiona Squire Foundation
Jack Brunton Charitable Trust
Mindworks Marketing
Mrs FB Laurence Charitable Trust
The Patrick & Helena Frost Foundation
Pantaenius UK
Peter Harrison Foundation
Raymarine
Sport England
Suzuki Marine
The Gosling Foundation
The Provincial Grand Lodge of
Hampshire & Isle of Wight
The Provincial Grand Lodge of Sussex
The Stelios Philanthropic Foundation
Truemark Trust
Worshipful Company of Fishmongers
Worshipful Company of Barbers
Worshipful Company of Insurers
Wylie Charitable Trust



8. Structure, Governance & Management

The Wetwheels Foundation is a registered charity that delivers services through our network of Wetwheels Operators. The charity is constituted by way of Trust Deed created 25th July 2011.

The Trustees play a central role and have regard to the Charity Commission's guidance on public benefit in planning the activities of The Wetwheels Foundation. As the organisation has grown, we recruited a part-time Chief Executive Officer and a Company Secretary in 2020 to ensure a sustainable and thriving organisation.

The Foundation provides stewardship, Trustee management, guidance, support and information for our network:

- Wetwheels Solent (WWS): based in Portsmouth
- Wetwheels Jersey (WWJ)
- Wetwheels Hamble (WWH)
- Wetwheels South East (WWSE): based in Dover
- Wetwheels Yorkshire (WWY): based in Whitby
- Wetwheels South West (WWSW): based in Falmouth
- Wetwheels Edinburgh (WWE)

Safety remains our highest priority. Detailed risk assessments, a range of policies and a suite of 12 Standard Operating Procedures (SOPs), promote the highest standards under which activities are delivered. These exceed the requirements of UK law and government guidance.

Our Skippers are fully trained and commercially endorsed by the regulating authorities, and our volunteer crew receive our bespoke disability awareness training in a maritime context. All Wetwheels boats are MCA / MECAL coded vessels, licensed to take passengers to sea.

Wetwheels are considered 'subject matter experts' by the Maritime & Coastguard Agency (MCA). Our Trustees, who include Founder Geoff Holt MBE DL, guide the development of the organisation, consider risk and review operations by means of a bi-annual internal audit of all Operators.

The Wetwheels Foundation is registered with the Fundraising Regulator and adheres to The Code of Fundraising Practice, which sets out the responsibilities that apply to fundraising carried out by charitable institutions in the UK.



Trustees Annual report 2022.23

The Trustees present their annual report and financial statements for the year ended 31st March 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 Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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).

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

Structure, governance and management

Charity name: Wetwheels Foundation

Registered charity in England & Wales 1148600 and Scotland SC051304

Principal address:

The Victory, Gunwharf Quays House, Gunwharf Quays Portsmouth PO1 3TZ

Website: www.wetwheelsfoundation.org

Patron: HRH The Princess Royal

Trustees are recruited when the opportunity arises to enhance and strengthen the oversight of our work. None of the Trustees has any beneficial interest in the charity.

The Foundation has 4 paid team members comprising The Executive Team – The Company Secretary, Operations Director, Director of Engagement and Finance Manager.

Financial review – achievements and performance

Across all our activities we have continued our aim to both manage costs prudently whilst maintaining a robust and effective core function, ensuring our charitable obligations are delivered.

Unrestricted Funds as of 31st March 2023 stood at £75,136 reflecting our careful management of funds received as we co-ordinate the delivery of accessible boating across our locations.

In this regard, The Foundation continues to be in a healthy financial position but as ever, we continue to develop further partnerships and donors in what remains a challenging funding environment.

Foundation core expenses of £106,935 were slightly above the budget of £102,500 for the year. This figure equates to all key support costs including fundraising and communication, governance, performance and safety monitoring, finance, and independent assessment costs.

The Wetwheels network has retained a mix of income streams locally which is extremely positive. As in previous years, participants may make a contribution towards their voyage costs. These are waived or off-set for groups and individuals by applying grants, to ensure no one is excluded due to lack of finance.

If making grants to individual Operators, The Foundation manages this process via the Trustee Board in order to ensure scrutiny and fairness.

Restricted Funds stood at £590,087 which reflects both the ownership of 2 boats by The Foundation - Wetwheels South West and Wetwheels Edinburgh - and the management of grants that we receive centrally, or that we hold as designated funds for each Operator, for specific purposes.

Through a flexible costing model we remain financially stable, with careful monitoring via Trustee oversight and The Executive Team. We have aspirations to grow over the next 3 to 4 years but this will be with mindful stewardship of our finances.

The Financial position at the Balance Sheet date (total funds held) is £665,223.

Statement on the charities policy on reserves

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 2 and 12 months annual core running costs (excluding restricted funds). In addition, The Foundation holds a restricted reserve of £20,000.

This is to safeguard against the possibility of any shortfall in our income (due to economic conditions, fundraising or other circumstances) and ensure that we continue to comply with our charitable, legal and fiscal obligations.

Declaration

The Trustees declare that they have approved the Trustees report and annual accounts for 2022.23 and this is signed on their behalf:

Trustee



Geoff Holt MBE DL

Date

1st December 2023

WETWHEELS FOUNDATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF WETWHEELS FOUNDATION

I report to the trustees on my examination of the financial statements of WetWheels Foundation (the charity) for the year ended 31 March 2023.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 (the 2005 Act), the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011 (the 2011 Act). You are satisfied that your charity is not required by charity law to be audited and have chosen instead to have an independent examination.

I report in respect of my examination of the charity's financial statements carried out under section 44 (1) (c) of the 2005 Act and section 145 of the 2011 Act. In carrying out my examination I have followed the requirements of Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity has prepared its accounts on an accruals basis and is also registered in Scotland your examiner must be a member of a body listed in Regulation 11(2) of the Charities Accounts (Scotland) Regulations 2006 (as amended). I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 44 (1) (a) of the 2005 Act and Regulation 4 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and 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 financial statements to be reached.



F J Wilde FCCA MBA DChA

Dated:12 December 2023

Warner Wilde
4 Marigold Drive
Bisley
Surrey
GU24 9SF

WETWHEELS FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

| | | Unrestricted funds 2023 £ | Restricted funds 2023 £ | Total Unrestricted funds 2023 £ | Restricted funds 2022 £ | Total 2022 £ |
|---|-------|------------------------------------|----------------------------------|--|----------------------------------|--------------------|
| | Notes | | | | | |
| Income from: | | | | | | |
| Donations and legacies | 3 | 56,497 | 287,214 | 343,711 | 122,078 | 349,315 |
| Charitable activities | 4 | 9,000 | - | 9,000 | 6,000 | 6,000 |
| Other trading activities | 5 | 4,920 | - | 4,920 | - | 7,352 |
| Investments | 6 | 632 | - | 632 | - | - |
| Total income | | 71,049 | 287,214 | 358,263 | 128,078 | 362,667 |
| Expenditure on: | | | | | | |
| Raising funds | 7 | 14,644 | 320 | 14,964 | - | - |
| Charitable activities | 8 | 69,971 | 187,964 | 257,935 | 53,022 | 205,940 |
| Total expenditure | | 84,615 | 188,284 | 272,899 | 53,022 | 205,940 |
| Net (outgoing)/incoming resources before transfers | | (13,566) | 98,930 | 85,364 | 75,056 | 156,727 |
| Gross transfers between funds | | 7,741 | (7,741) | - | (5,136) | - |
| Net (expenditure)/income for the year/ Net movement in funds | | (5,825) | 91,189 | 85,364 | 69,920 | 156,727 |
| Fund balances at 1 April 2022 | | 80,961 | 498,898 | 579,859 | 11,041 | 423,132 |
| Fund balances at 31 March 2023 | | 75,136 | 590,087 | 665,223 | 80,961 | 579,859 |

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

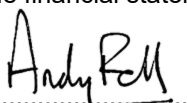
WETWHEELS FOUNDATION

BALANCE SHEET

AS AT 31 MARCH 2023

| | Notes | 2023 | | 2022 | |
|---|-------|----------------|----------------|----------------|----------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Intangible assets | 11 | | - | | 2,358 |
| Tangible assets | 12 | | 323,311 | | 235,876 |
| | | | <u>323,311</u> | | <u>238,234</u> |
| Current assets | | | | | |
| Debtors | 13 | 12,275 | | 7,811 | |
| Cash at bank and in hand | | 482,307 | | 358,114 | |
| | | <u>494,582</u> | | <u>365,925</u> | |
| Creditors: amounts falling due within one year | 14 | (152,670) | | (24,300) | |
| Net current assets | | | 341,912 | | 341,625 |
| Total assets less current liabilities | | | <u>665,223</u> | | <u>579,859</u> |
| Income funds | | | | | |
| Restricted funds | 16 | | 590,087 | | 498,898 |
| Unrestricted funds | | | 75,136 | | 80,961 |
| | | | <u>665,223</u> | | <u>579,859</u> |

The financial statements were approved by the Trustees on 4 December 2023



AFell
Trustee

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

WetWheels Foundation is a charity registered by trust deed dated 25 July 2011, amended 8 October 2013.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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.

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 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.

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

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

1.5 Expenditure

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

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

1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

Amortisation 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:

| | |
|---------|------------------------|
| Website | 3 years, straight line |
|---------|------------------------|

1.7 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:

| | |
|-------------------------------|-------------------------|
| Powerboat Hulls | 20 years, straight line |
| Powerboat Engines & Equipment | 4 years, straight line |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible 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).

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

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 | Restricted funds | Total | Unrestricted funds | Restricted funds | Total |
|---------------------|---------------------------|-------------------------|----------------|---------------------------|-------------------------|----------------|
| | 2023 | 2023 | 2023 | 2022 | 2022 | 2022 |
| | £ | £ | £ | £ | £ | £ |
| Donations and gifts | 54,497 | 225,064 | 279,561 | 122,078 | 192,737 | 314,815 |
| Grants | 2,000 | 62,150 | 64,150 | - | 34,500 | 34,500 |
| | <u>56,497</u> | <u>287,214</u> | <u>343,711</u> | <u>122,078</u> | <u>227,237</u> | <u>349,315</u> |

4 Charitable activities

| | Charitable Income | Charitable Income |
|------------------------------------|--------------------------|--------------------------|
| | 2023 | 2022 |
| | £ | £ |
| Sales within charitable activities | <u>9,000</u> | <u>6,000</u> |

5 Other trading activities

| | Unrestricted funds | Restricted funds |
|--------------------|---------------------------|-------------------------|
| | 2023 | 2022 |
| | £ | £ |
| Fundraising events | <u>4,920</u> | <u>7,352</u> |

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

6 Investments

| | Unrestricted funds | Total |
|---------------------|-----------------------|-----------|
| | 2023 £ | 2022 £ |
| Interest receivable | 632 | - |
| | <u>632</u> | <u>-</u> |

7 Raising funds

| | Unrestricted funds | Restricted funds | Total | Total |
|----------------------------------|-----------------------|---------------------|---------------|-----------|
| | 2023 £ | 2023 £ | 2023 £ | 2022 £ |
| <u>Fundraising and publicity</u> | | | | |
| Other fundraising costs | 14,275 | 320 | 14,595 | - |
| | <u>14,275</u> | <u>320</u> | <u>14,595</u> | <u>-</u> |
| <u>Trading costs</u> | | | | |
| Other trading activities | 369 | - | 369 | - |
| | <u>369</u> | <u>-</u> | <u>369</u> | <u>-</u> |
| | <u>14,644</u> | <u>320</u> | <u>14,964</u> | <u>-</u> |

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

8 Charitable activities

| | 2023 £ | 2022 £ |
|--|----------------|----------------|
| Depreciation and impairment | 27,723 | 23,788 |
| Publicity and marketing | 7,390 | 5,730 |
| Grants to Wetwheels CICs | 122,221 | 87,042 |
| Operators support costs | 6,555 | 4,774 |
| Team costs | 63,617 | 60,575 |
| | <u>227,506</u> | <u>181,909</u> |
| Share of support costs (see note 9) | 29,133 | 22,781 |
| Share of governance costs (see note 9) | 1,296 | 1,250 |
| | <u>257,935</u> | <u>205,940</u> |
| Analysis by fund | | |
| Unrestricted funds | 69,971 | 53,022 |
| Restricted funds | 187,964 | 152,918 |
| | <u>257,935</u> | <u>205,940</u> |

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

9 Support costs

| | Support costs | Governance costs | 2023 | Support costs | Governance costs | 2022 |
|--|---------------|------------------|---------------|---------------|------------------|---------------|
| | £ | £ | £ | £ | £ | £ |
| Professional fees | 1,600 | - | 1,600 | 5,122 | - | 5,122 |
| Accountancy | 7,824 | - | 7,824 | 7,899 | - | 7,899 |
| Legal expenses | 420 | - | 420 | 210 | - | 210 |
| Trustees' expenses | 1,711 | - | 1,711 | 2,466 | - | 2,466 |
| IT software and consumables | 4,988 | - | 4,988 | 1,492 | - | 1,492 |
| General expenses | 11,787 | - | 11,787 | 5,592 | - | 5,592 |
| Printing, postage and stationery | 803 | - | 803 | - | - | - |
| Independent examination | - | 1,296 | 1,296 | - | 1,250 | 1,250 |
| | <u>29,133</u> | <u>1,296</u> | <u>30,429</u> | <u>22,781</u> | <u>1,250</u> | <u>24,031</u> |
| Analysed between Charitable activities | <u>29,133</u> | <u>1,296</u> | <u>30,429</u> | <u>22,781</u> | <u>1,250</u> | <u>24,031</u> |

10 Trustees

Six (2022: three) trustees received a total of £1,711 (2022: £1,154) reimbursed travel and other disbursements.

11 Intangible fixed assets

| | Website £ |
|------------------------------------|--------------|
| Cost | |
| At 1 April 2022 and 31 March 2023 | <u>7,334</u> |
| Amortisation and impairment | |
| At 1 April 2022 | 4,976 |
| Amortisation charged for the year | 2,358 |
| At 31 March 2023 | <u>7,334</u> |
| Carrying amount | |
| At 31 March 2023 | - |
| At 31 March 2022 | <u>2,358</u> |

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

12 Tangible fixed assets

| | Powerboat Hulls | Powerboat Engines & Equipment | Total |
|------------------------------------|--------------------|-------------------------------------|----------------|
| | £ | £ | £ |
| Cost | | | |
| At 1 April 2022 | 167,316 | 101,424 | 268,740 |
| Additions | 110,464 | 2,337 | 112,801 |
| | <u>277,780</u> | <u>103,761</u> | <u>381,541</u> |
| Depreciation and impairment | | | |
| At 1 April 2022 | 9,396 | 23,468 | 32,864 |
| Depreciation charged in the year | 7,764 | 17,602 | 25,366 |
| | <u>17,160</u> | <u>41,070</u> | <u>58,230</u> |
| Carrying amount | | | |
| At 31 March 2023 | <u>260,620</u> | <u>62,691</u> | <u>323,311</u> |
| At 31 March 2022 | <u>157,920</u> | <u>77,956</u> | <u>235,876</u> |

13 Debtors

| | 2023 | 2022 |
|---|---------------|--------------|
| | £ | £ |
| Amounts falling due within one year: | | |
| Trade debtors | 10,000 | 6,249 |
| Prepayments and accrued income | 2,275 | 1,562 |
| | <u>12,275</u> | <u>7,811</u> |

14 Creditors: amounts falling due within one year

| | Notes | 2023 | 2022 |
|------------------------------|-------|----------------|---------------|
| | | £ | £ |
| Deferred income | 15 | 150,000 | 9,000 |
| Trade creditors | | 662 | 12,875 |
| Other creditors | | 712 | 633 |
| Accruals and deferred income | | 1,296 | 1,792 |
| | | <u>152,670</u> | <u>24,300</u> |

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

15 Deferred income

| | 2023 | 2022 |
|-----------------------|----------------|--------------|
| | £ | £ |
| Other deferred income | 150,000 | 9,000 |
| | <u>150,000</u> | <u>9,000</u> |

Deferred income is included in the financial statements as follows:

| | 2023 | 2022 |
|-------------------------------------|----------------|--------------|
| | £ | £ |
| Deferred income is included within: | | |
| Current liabilities | 150,000 | 9,000 |
| | <u>150,000</u> | <u>9,000</u> |
| Movements in the year: | | |
| Deferred income at 1 April 2022 | 9,000 | - |
| Released from previous periods | (9,000) | 9,000 |
| Resources deferred in the year | 150,000 | - |
| | <u>150,000</u> | <u>9,000</u> |
| Deferred income at 31 March 2023 | <u>150,000</u> | <u>9,000</u> |

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

16 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 | | | | Movement in funds | | | | |
|---------------------------|---------------------------------|----------------------------|----------------------------|----------------|---------------------------------|----------------------------|----------------------------|----------------|----------------------------------|
| | Balance at 1 April 2021 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 1 April 2022 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31 March 2023 £ |
| Central Operator Funds | 13,196 | 20,250 | (6,000) | - | 27,446 | - | - | - | 27,446 |
| Powerboat Fund South West | 202,120 | - | (49,263) | - | 152,857 | - | (20,757) | (7,741) | 124,359 |
| Powerboat Fund Scotland | 50,000 | 104,000 | (9,225) | - | 144,775 | 65,350 | (18,450) | - | 191,675 |
| Wetwheels Solent | 65,703 | 17,834 | (28,019) | - | 55,519 | 29,834 | (10,741) | - | 74,612 |
| Wetwheels Yorkshire | 17,522 | 21,464 | (11,012) | - | 27,975 | 32,076 | (34,738) | - | 25,313 |
| Wetwheels Hamble | 43,418 | 26,387 | (11,755) | - | 58,050 | 26,200 | (37,450) | - | 46,800 |
| Wetwheels South East | 11,678 | 2,215 | (19,052) | 5,000 | (159) | 1,338 | (1,033) | - | 146 |
| Covid 19 Support | 5,057 | (1,000) | - | (4,057) | - | - | - | - | - |
| Other restricted funds | 3,395 | (3,395) | - | - | - | - | - | - | - |
| Wetwheels Jersey | - | 100 | - | - | 100 | 270 | (350) | - | 20 |
| Core 2021-25 | - | 34,500 | (33,286) | 4,193 | 5,407 | 54,150 | (51,149) | - | 8,408 |
| Wetwheels South West | - | 5,222 | 14,847 | - | 20,069 | 931 | (10,110) | - | 10,890 |
| Eastbourne | - | 7,012 | (153) | - | 6,859 | 1,964 | (3,506) | - | 5,317 |
| Wetwheels Torbay | - | - | - | - | - | 50,101 | - | - | 50,101 |
| Wetwheels Edinburgh | - | - | - | - | - | 25,000 | - | - | 25,000 |
| | <u>412,091</u> | <u>234,589</u> | <u>(152,918)</u> | <u>5,136</u> | <u>498,898</u> | <u>287,214</u> | <u>(188,284)</u> | <u>(7,741)</u> | <u>590,087</u> |

The powerboat funds balances should reconcile to the Net Book Value of the related asset. This did not reconcile for one of the assets. A funds transfer of £7,741 has been agreed to correct the balance.

WETWHEELS FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

17 Analysis of net assets between funds

| | Unrestricted funds 2023 £ | Restricted funds 2023 £ | Total 2023 £ | Unrestricted funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ |
|--|------------------------------------|----------------------------------|--------------------|------------------------------------|----------------------------------|--------------------|
| Fund balances at 31 March 2023 are represented by: | | | | | | |
| Intangible fixed assets | - | - | - | 2,358 | - | 2,358 |
| Tangible assets | - | 323,311 | 323,311 | - | 235,876 | 235,876 |
| Current assets/ (liabilities) | 75,136 | 266,776 | 341,912 | 126,694 | 214,931 | 341,625 |
| | <u>75,136</u> | <u>590,087</u> | <u>665,223</u> | <u>129,052</u> | <u>450,807</u> | <u>579,859</u> |

18 Related party transactions

Consultancy fees of Nil (2022: £300) were paid to Trustee Trevor Philips. Grants totalling £122,221 (2022: £87,042) were allocated to various Wetwheels CICs, for water-based activities, of which Trustee Geoff Holt is a Director of Wetwheels Solent.

The Foundation has a conflict of interest procedure at each Trustee meeting, whereby should any such potential conflict be identified across all areas of activity, these are prevented, and this is then recorded.