

**PATCHWORK RECOVERY COMMUNITY SCIO**  
**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2025**

**Scottish Charity No. : SC050751**

# PATCHWORK RECOVERY COMMUNITY SCIO

## CHARITY INFORMATION

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**Trustees**



**Charity number**

SC050751

**Independent Examiner**

  
JRD LLP  
11 Portland Road  
Kilmarnock  
KA1 2BT

**Principal office address**

15 Wellington Street  
Kilmarnock  
KA3 1DW

**Bankers**

Virgin Money  
30 The Foregate  
Kilmarnock  
KA1 1JH

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# PATCHWORK RECOVERY COMMUNITY SCIO

## CONTENTS

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	<b>Page</b>
<b>Trustees' Report</b>	<b>I - IV</b>
<b>Financial Statements</b>	
Independent Examiner's report	<b>1</b>
Statement of financial activities	<b>2</b>
Balance sheet	<b>3</b>
Notes to the financial statements	<b>4 - 9</b>

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# PATCHWORK RECOVERY COMMUNITY SCIO

## TRUSTEES' REPORT

**FOR THE YEAR ENDED 31 MARCH 2025**

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The Trustees present their report and independently examined financial statements for the year ended 31 March 2025.

### **Structure, Governance and Management**

#### **Constitution**

The organisation, which had operated for a number of years as an unincorporated voluntary organisation (without charitable status), was incorporated as a SCIO on 4 February 2021 but activated with effect from 1 April 2021. A copy of the constitution, which deals with the appointment and termination of Trustees and other legal and administrative matters, is available from the Trustees at the principal office address.

#### **Recruitment and Appointment of Trustees**

Trustees are appointed in line with the constitution.

As the charities responsibilities have increased considerably in the last year the charity thought it would be best to recruit new members to the Management Committee who could offer new skills.

#### **Organisational Structure**

There is currently 1 member of staff (part time) in a Peer Mentor role who is to fulfil the day-to-day responsibilities on behalf of the Trustees, with a priority to recruiting a manager and further staff as required however this number rose to 2 during the year.

The charity operates a hierarchical management structure in line with Board policy requirements. The key management personnel during the year were:



Annie ceased employment due to funding ending and continues the role on a voluntary basis

#### **Pay Policy for Senior Staff**

The pay of senior staff is reviewed annually, if required, by the Board with reference to pay scales for similar organisations within the sector.

### **Objectives**

Patchwork Recovery Community is the only Recovery Community in Ayrshire and we continue to offer support for those not only in recovery but to those who are struggling to find their feet and take the first steps into recovery. We pride ourselves on our inclusivity and the fact that nobody is ever turned away from our door.

Our motto is – “we are all recovering from something”.

Patchwork work to engage individuals who are the some of the most marginalised in the community and connect them with services helping them re integrate into society and become valued members of their communities. We do this by delivering 2 distinct work streams and serve both people in recovery from addiction but also people who are still actively using drugs and/or alcohol by delivering drop-in days and evening but also more structured events and meetings.

Patchwork RC also work to address stigma by working with partners across the sectors to develop opportunities for training, volunteering and employment to help kick start and then sustain recovery.

We work with partners to develop a diverse range of activities which includes a substantial outdoor programme and many opportunities to engage socially.

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# PATCHWORK RECOVERY COMMUNITY SCIO

## TRUSTEES' REPORT

**FOR THE YEAR ENDED 31 MARCH 2025**

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### Objectives (continued)

The organisation's purposes are:

- To provide person centred advice and support to help empower those experiencing substance misuse, addiction and mental health issues, encouraging positive choices and relationships within East Ayrshire and the surrounding area.
- To promote recovery through personal development.
- To support individuals to move away from problematic substance abuse / misuse and encourage reconnection with community.
- To encourage and support, those who are ready, to become significant contributors to their local community.
- To create opportunities for personal development and create opportunities for individuals to increase their social networks.
- To reduce the stigma felt by people and the families of people who are living with an addiction problem by creating focused opportunities for individuals to be portrayed positively.
- To constantly strive to add to the list of partners we work with and offer hot desking and collaborative spaces.
- Help marginalised individuals to access services.
- To bring about positive change to the lives and families of people affected by addiction through partnership working and a range of Peer Led supports and opportunities.
- To provide a safe, supportive and non-judgemental space where those affected by addiction can access volunteering opportunities, training friendship and support to improve their health and wellbeing.
- To work towards and explore self-sustaining options for Patchwork Recovery Community.

### Activities

Patchwork continue to work in collaboration with partners creating new partnerships while developing existing relationships and exploring the potential to work together to share resources, skills, training and ideas. Patchwork also signed up for membership of the Ayrshire Chamber of Commerce this year and have also taken the first steps in becoming an SVQ accreditation Centre.

Footfall continues to rise within the project however resources and capacity are unable to meet this need. Funding continues to be an issue with short term funding becoming more and more common

Volunteers and staff have worked tirelessly and been fully committed to help the charity continue its good work throughout this period however it has been a significant challenge which has been compounded by the lack of a manager in post since August 2025

### Future Plans

Multiyear funding for a new manager is a priority as the board will no longer be in a position to meet the tasks of a manager on a voluntary basis due to their own personal work commitments. If the charity is to move forward into a new phase this will be crucial.

A new 5-year plan was commenced however this has had to be paused due to operational demands

A new manager would look at building capacity back to previous levels, creating new partnerships and increasing opportunities regarding education, training and volunteering.

We will continue to move forward and look for innovative ways in which to help some of the most marginalised individuals within our communities.

# PATCHWORK RECOVERY COMMUNITY SCIO

## TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2025

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### **Related Parties**

Refer to note 3 of the financial statements.

### **Risk Management**

The Board feels that adequate insurances are in place in respect of the charity's activities. The uncertainty of funding beyond the short-term is a general concern within the voluntary sector, especially due to the current global economic situation. However, we remain very positive about the future of the charity.

### **Financial Review**

#### **Reserves policy**

The charity would ideally maintain a minimum reserve of up to 6 month's running costs, in line with sector guidelines. The general unrestricted funds balance at 31 March, 2025 was £5,625 (2024: £3,745 negative reserves). The main creditor (HMRC payroll taxes) is being repaid under a payment plan (refer to note 1b of the financial statements in terms of our going concern assessment).

#### **Review of Financial Year**

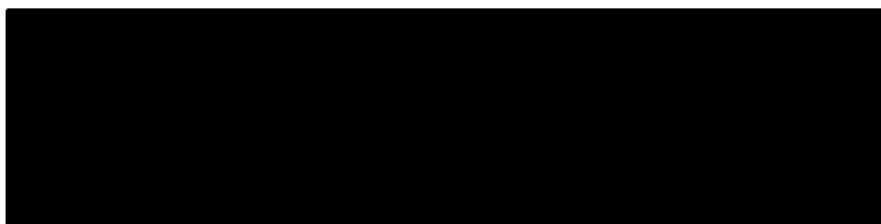
The excess of income over expenditure for the year was £16,992 (2024: excess expenditure over income £48,651).

A detailed analysis of restricted and unrestricted funds is shown at note 9 to the accounts.

### **Legal and Administrative Information**

#### **Trustees**

The following Trustees served as independent volunteer Trustees of the SCIO throughout the financial period unless otherwise noted:



 have been appointed as Trustees since the year-end but prior to the approval of the financial statements. There have no further changes in Trustees.

#### **Independent Examiner**

JRD LLP were appointed as Independent Examiner of the SCIO in respect of these financial statements.

# PATCHWORK RECOVERY COMMUNITY SCIO

## TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2025

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### Statement of trustees' responsibilities

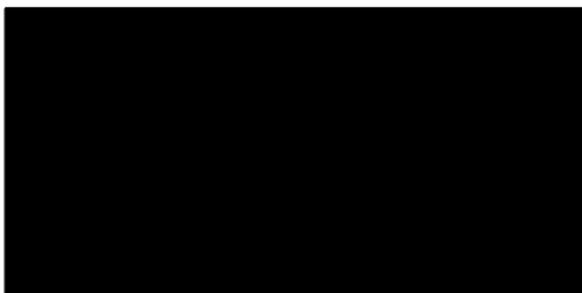
The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland 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 of the charity for that period. 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 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 Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. 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.

Approved by the Trustees on 15 December, 2025 and signed on their behalf by:



# PATCHWORK RECOVERY COMMUNITY SCIO

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PATCHWORK RECOVERY COMMUNITY SCIO

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I report on the accounts of the charity for the period ended 31 March 2025, which are set out on pages 2 to 9.

### Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

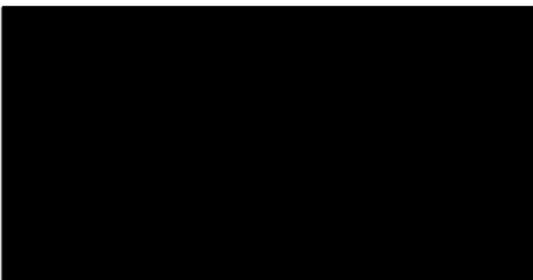
### Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

### Independent examiner's statement

In the course of my examination, no matter has come to my attention:

- 1 which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
  - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations;have not been met; or
- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Chartered Accountant (ICAS)

JRD LLP  
Chartered Accountants  
11 Portland Road  
Kilmarnock  
KA1 2BT

15 December, 2025

**PATCHWORK RECOVERY COMMUNITY SCIO**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2025**

	<b>Restricted Funds</b>	<b>Unrestricted General Funds</b>	<b>Unrestricted Designated Funds</b>	<b>Total Funds 2025</b>	<b>Total Funds 2024</b>
	£	£	£	£	£
<b>Income</b>					
Donations, legacies and other	58,784	16,185	-	74,969	79,193
Charitable activities	-	1,038	-	1,038	2,932
Investments	-	-	-	-	-
<b>Total Income</b>	<b>58,784</b>	<b>17,223</b>	<b>-</b>	<b>76,007</b>	<b>82,125</b>
<b>Expenditure</b>					
Costs of raising funds	-	-	-	-	-
Charitable activities	35,022	23,706	287	59,015	125,478
Other	-	-	-	-	-
<b>Total Expenditure</b>	<b>35,022</b>	<b>23,706</b>	<b>287</b>	<b>59,015</b>	<b>125,478</b>
<b>Net Income/(Expenditure)</b>	<b>23,762</b>	<b>(6,483)</b>	<b>(287)</b>	<b>16,992</b>	<b>(43,353)</b>
Capital expenditure	-	(504)	504	-	-
<b>Transfers between funds</b>	<b>(16,357)</b>	<b>16,357</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>	<b>7,405</b>	<b>9,370</b>	<b>217</b>	<b>16,992</b>	<b>(43,353)</b>
<b>Reconciliation of funds</b>					
Total funds brought forward	(2,833)	(3,745)	250	(6,328)	37,025
<b>Total funds carried forward</b>	<b>4,572</b>	<b>5,625</b>	<b>467</b>	<b>10,664</b>	<b>(6,328)</b>

An analysis of Income and Expenditure is included at Note 9 to the financial statements.

Expenditure is allocated to the above cost categories on the basis of the accounting policy disclosed at Note 1 (d) to the financial statements.

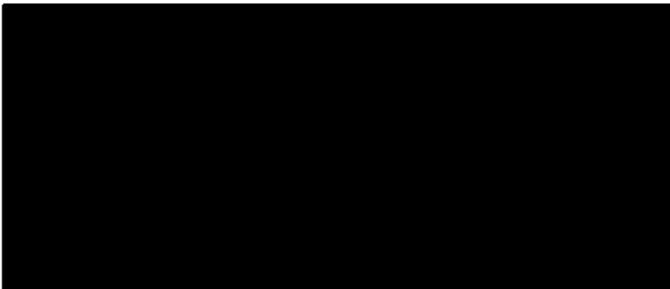
PATCHWORK RECOVERY COMMUNITY SCIO

BALANCE SHEET  
AS AT 31 MARCH 2025

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	Notes	2025		2024	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	5		467		250
<b>Current assets</b>					
Debtors	6	-		2,916	
Cash at bank and in hand	7	23,851		14,804	
		<u>23,851</u>		<u>17,720</u>	
<b>Liabilities</b>					
Creditors: amounts falling due within one year	8	<u>(13,654)</u>		<u>(24,298)</u>	
Net current assets			<u>10,197</u>		<u>(6,578)</u>
<b>Total assets less current liabilities</b>			<u><b>10,664</b></u>		<u><b>(6,328)</b></u>
<b>Funds</b>					
Restricted income funds	9/10		4,572		(2,833)
Unrestricted income funds:					
General funds	9/10	5,625		(3,745)	
Designated funds	9/10	<u>467</u>		<u>250</u>	
Total unrestricted funds			<u>6,092</u>		<u>(3,495)</u>
<b>Total Charity Funds</b>			<u><b>10,664</b></u>		<u><b>(6,328)</b></u>

The financial statements were approved by the Trustees on 15 December, 2025 and signed on their behalf by:



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2025**

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**1 Accounting policies**

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year.

**(a) Basis of preparation**

The financial statements are presented in sterling (£) and have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). Patchwork Recovery Community SCIO meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

**(b) Preparation of accounts on a going concern basis**

The financial statements have been prepared on a going concern basis which assumes that the charity will continue to operate for a period of 12 months from the date of approval by the Board of Trustees. The charity is reliant on external grant funding and, while the Trustees have no reason to believe that adequate funding will not continue, the charity's ability to continue in business is dependent on being successful in attracting such funding. During the 2023/24 year funding was significantly reduced by a principal funder which led to a shortfall in our required funding. Consequently, the manager's post was terminated (continuing on a voluntary basis as noted in the Trustees' Report). In addition, a number of other posts were terminated during the 2023/24 fiscal year. This also resulted in arrears of HMRC liabilities (note 8) which are currently being settled by way of an agreed payment plan. The current financial position has improved and the Trustees remain positive that the charity will continue as a going concern for the foreseeable future.

**(c) Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Designated funds are unrestricted funds which have been set aside at the discretion of the trustees for specific purposes.

Restricted funds are subject to restrictions on their expenditure imposed by the donor or grantor.

Transfers between funds are made at the discretion of the trustees taking into consideration any restrictions imposed on funds.

**(d) Income**

All income is included in the statement of financial activities when the charity is entitled to the income, the amount can be quantified with reasonable accuracy and it is probable that the income will be received. The following specific policies are applied to particular categories of income:

Income from donations & legacies is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a special performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Investment income is included when received.

Income from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

**(e) 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.

Governance costs includes those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examiner's fees and costs linked to the strategic management of the charity which are voluntary other than trustees' travelling expenses reimbursed. Although disclosed separately at note 9 governance costs now form part of charitable expenditure (page 2) under the current SORP.

# PATCHWORK RECOVERY COMMUNITY SCIO

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

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### 1 Accounting policies (continued)

#### (f) Fixed assets

Fixed assets (excluding investments) are stated at cost less accumulated depreciation. Minor additions costing below £500 are not capitalised.

Depreciation is provided at the following annual rates calculated to write off the cost of each asset over its expected useful life which take into consideration expected residual values in accordance with FRS102.

- Computer and Office Equipment 25% on a straight line basis

#### (g) Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

#### (h) Pension costs and other post-retirement benefits

The company operates a defined contribution scheme for the benefit of its employees. The cost of contributions are written off against profits in the year they are payable.

#### (i) Other basic financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

#### (j) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

#### (k) Debtors

Short term debtors are measured at transaction price, less any impairment.

#### (l) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement

#### (m) Deferred income

Grants received in advance of the associated work being carried out are deferred only when the donor has imposed preconditions on the expenditure of resources.

### 2 Staff costs and numbers

	2025	2024
	£	£
Wages and salaries	31,357	79,320
National insurance	2,178	6,450
Pension costs	284	1,417
	<b>33,819</b>	<b>87,187</b>

The number of employees during the year was 6 (2024: 6) on a headcount basis.

No employee received emoluments in excess of £60,000.

The charity's key management personnel are detailed in the Trustees' Report and their total employee benefits were £4,912 (2024: £35,006).

## PATCHWORK RECOVERY COMMUNITY SCIO

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

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#### 3 Trustee Remuneration and Related Party Transactions

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.

#### 4 Taxation

The SCIO is a registered Scottish charity and no corporation tax liability arises due to all income being exempt.

#### 5 Tangible fixed assets

	Fixtures, Fittings and Equipment £	Total £
<b>Cost</b>		
At 1 April 2024	1,000	1,000
Additions	504	504
At 31 March 2025	<u>1,504</u>	<u>1,504</u>
<b>Depreciation</b>		
At 1 April 2024	750	750
Charge for the year	287	287
At 31 March 2025	<u>1,037</u>	<u>1,037</u>
<b>Net book value</b>		
At 31 March 2025	<u><u>467</u></u>	<u><u>467</u></u>
<b>Net book value</b>		
At 31 March 2024	<u><u>250</u></u>	<u><u>250</u></u>
<b>6 Debtors</b>	<b>2025</b>	<b>2024</b>
	£	£
Accrued grant income	-	2,916
	<u>-</u>	<u>2,916</u>
<b>7 Cash and Bank balances</b>	<b>2025</b>	<b>2024</b>
	£	£
Bank current account	23,851	14,788
Cash balance	-	16
	<u>23,851</u>	<u>14,804</u>

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**PATCHWORK RECOVERY COMMUNITY SCIO**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2025**

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<b>8 Creditors : amounts falling due within one year</b>	<b>2025</b>	<b>2024</b>
	<b>£</b>	<b>£</b>
Supplier balances	66	744
Taxation and social security	11,473	20,237
Wages control	-	129
Pension creditor	15	115
Other creditors	1,500	2,329
Accrued charges	600	744
	<hr/>	<hr/>
	<b>13,654</b>	<b>24,298</b>

**9 Analysis of Net Assets Between Funds**

	<b>Restricted Funds</b>	<b>Unrestricted General Funds</b>	<b>Unrestricted Designated Funds</b>	<b>Total Funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Fixed Assets	-	-	467	467
Current Assets	16,046	7,805	-	23,851
Current Liabilities	(11,474)	(2,180)	-	(13,654)
Net Assets	<hr/> <b>4,572</b>	<hr/> <b>5,625</b>	<hr/> <b>467</b>	<hr/> <b>10,664</b>

Details of Significant Funds:-

Restricted Funds

The net deficit in restricted funds relates to The Corra Foundation (refer to note 1b).

Unrestricted General Funds

This represents funds to be spent at the Trustees discretion.

Unrestricted Designated Funds

This represents the net book value of tangible fixed assets (note 5).



**PATCHWORK RECOVERY COMMUNITY SCIO**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2025**

**10 Income and Expenditure Account**

	Notes	2025		2024	
		£	£	£	£
<b>Income</b>					
East Ayrshire Council		15,888		38,283	
National Lottery		19,500		27,000	
The Robertson Trust		14,000		-	
Peoples Postcode Trust		23,396		-	
The Corra Foundation		-		8,250	
Donations		1,038		2,932	
Sundry Income		7		660	
Employment Allowance		2,178		5,000	
			76,007		82,125
<b>Expenditure</b>					
Staff costs	2	33,819		87,187	
Rent		5,166		5,793	
Water rates		1,015		1,059	
Insurance		744		172	
Heat and light		2,441		4,366	
Telephone		1,779		1,649	
Postage and stationery		422		753	
Staff training		-		4,164	
Staff and volunteer expenses		2,575		3,846	
Foodbank project expenses		648		3,834	
Group expenses		545		4,696	
Repairs and renewals		912		3,071	
Equipment purchases		-		349	
Computer running costs		894		125	
Cleaning		74		225	
Sundry expenses		216		416	
Subscriptions		570		389	
Independent examiner's fees		600		600	
Payroll bureau		417		558	
Consultancy fees		2,542		636	
Legal and professional fees		452		59	
Grants repaid		2,203		-	
Interest and penalties		694		1,281	
Depreciation	5	287		250	
			59,015		125,478
<b>Excess income/(expenditure) for year</b>			<b>16,992</b>		<b>(43,353)</b>