

REGISTERED COMPANY NUMBER: 02903760 (England and Wales)
REGISTERED CHARITY NUMBER: 1039005

**REPORT OF THE TRUSTEES AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023
FOR
WITTON LODGE COMMUNITY ASSOCIATION**

J W Hinks LLP
Chartered Accountants
and Statutory Auditors
19 Highfield Road
Edgbaston
Birmingham
West Midlands
B15 3BH

WITTON LODGE COMMUNITY ASSOCIATION

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FOR THE YEAR ENDED 31 MARCH 2023**

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**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of 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

Objectives and Aims

The Charitable Company is Limited by Guarantee (company no. 02903760) and registered as a Charity (registered no. 1039005).

The Charitable Company's main aim and principal activity is that of providing and managing social housing for rent (including the development of new homes), managing Perry Common Community Hall and delivering a range of economic, social and environmental projects, in the Perry Common area of Birmingham.

The Charity has the following formal objectives:

- To provide for the benefit of the inhabitants of the area of Perry Common and its neighbourhood in the City of Birmingham without distinction of sex, race, or of political, religious or other opinions, by associating together representatives of the said inhabitants and the various other persons in a common effort to provide facilities in the interest of social welfare for recreation and leisure time occupation with the object of improving the conditions of life for the said inhabitants.
- To continue, for the benefit of the community in the City of Birmingham, the business of providing social housing and any associated amenities for the persons in necessitous circumstances upon terms appropriate to their means.
- To promote any charitable purpose for the benefit of the inhabitants of the area of benefit and in particular the advancement of education and the relief of poverty.

Overview:

Established in 1994, Witton Lodge Community Association is a community landlord and a dynamic social enterprise that focuses on 'people and place'. The Association has overseen the redevelopment of the Perry Common estate in north Birmingham, with over 900 new family homes, complemented by new parks, health, education, and community facilities.

The Association makes an even greater impact on people's lives through its Flourishing Communities initiative, most recently mobilising local partners to support communities across Erdington through the darkest days of the pandemic. The team continues to support hundreds of local residents including young people to gain new skills and employment; pioneer innovative social prescription approaches which support older residents to live independently and with dignity; develop environmental initiatives that tackle fuel poverty and are good for our planet; and bring local people together to celebrate community life.

Established by local residents with a community-led ethos, the Association has a resident-majority Board of Trustees. Putting people at the heart of its decision-making is key to the Association's continued success and longevity. We work with, and alongside, local communities to create and deliver solutions to pressing problems, at the same time helping to unlock and nurture people's creativity and potential.

Our Vision: A flourishing, vibrant community and a well-cared for environment where residents are thriving, learning, prospering and celebrating together.

Our Mission: We champion community-led approaches to address local issues and create opportunities that transform neighbourhoods and improve lives.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Our Values:

- Community-led: From our Board through to how we develop and deliver services.
- Excellence: Striving for the highest standards in our housing, community services and facilities.
- Celebrating: The richness of our communities, relational with deep-rooted connections.
- Enterprising: Taking the initiative with bold, decisive action that creates lasting impact.

Our Work:

We are community-led, locally rooted and collaborative. We are investing in our communities, and with a long-term approach which supports the creation of flourishing communities in Perry Common, Erdington and North Birmingham. Specifically, we:

- Platform local leadership; by championing community-led approaches, ensuring local people have a voice and active participation in decisions that affect their lives and neighbourhoods.
- Stabilise and transform neighbourhoods; by creating high quality homes, community facilities and local parks, with neighbourhood services that local people need and are proud of.
- Create and retain wealth locally; with 'ladders of opportunity' connecting local people to high quality jobs, skills and enterprises contributing to a thriving local economy.
- Build local networks, infrastructure, and relationships; that promote good health, improved well-being, and enhanced community resilience.

Our Delivery:

Annually the Board approves a business plan that sets out ambitious and detailed proposals to realise the Association's vision.

Specifically, the Association will;

- Use its financial strength and assets to develop high quality, affordable and market rent homes.
- Secure funds and further develop proposals to sympathetically refurbish the former Erdington baths into a contemporary Enterprise facility.
- Focus on health creation and prevention, tackling health inequalities and developing an integrated service offer from the Erdington Wellbeing Hub.
- Further develop Witton Lakes Eco Hub as a destination venue, capitalising on its stunning surroundings and proximity to Wyrley Birch.
- Support communities with the pressing cost of living pressures, tackling fuel poverty and practical measures to reduce energy costs.
- Develop Witton Lodge Community College to enable residents to gain confidence, skills and qualifications to pursue their goals and move closer to the labour market.
- Enhance our Employment Support offer and connect more residents to local jobs.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023

2022/23 ACHIEVEMENTS OVERVIEW



Social Value and Achievements 2023

HOMES & NEIGHBOURHOODS

200 tenancies sustained

500 housing advice surgeries delivered from multiple sites

Witton Lodge Community Homes established as a registered housing provider with Homes England with an initial portfolio of **5** properties



EMPLOYMENT & SKILLS

Delivered **12** jobs fairs (with partners) attended by **2,640** people

Engaged with and supported **613** people with careers advice, employment and skills

5 North Birmingham Economic Recovery workshops attended by more than **120** stakeholders /SMEs



HEALTH & WELLBEING

Supported **1,373** local residents with benefits and Household Support Fund applications

Erdington Covid-19 Task Force 'Be Safe & Vaccinate' Campaign delivered to **15,000** households

More than **£168,599.40** funding distributed by the Erdington Neighbourhood Network Scheme to **47** new organisations



COMMUNITY LIFE

We benefitted from **1,312** volunteer hours
6,200 Witton Lodge newsletters delivered to **2,089** homes

A total of **9** community events held attended by **1,678** residents



COMMUNITY HUBS & ASSETS

Launched **2** new community hubs, the **Witton Lakes Eco Hub**, promoting environment sustainability and initiatives to tackle fuel poverty.

The **Erdington Wellbeing Hub**, located on the High Street, delivering advice and support with jobs, skills and wellbeing.

Sycamore Court is a retiring housing complex which benefits from its in-house catering service to tenants and the wider community.

Planning approval secured for new **Erdington Enterprise Hub** at the site of the former Erdington Baths.



**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Public benefit

The Board of Trustees have complied with their duty in section 4 of the Charities Act 2006 to have due regard to public benefit guidance published by the Charities Commission. The Group carries out a wide range of activities in pursuance of its Charitable Aims. The Trustees consider that these activities, summarised below, provide benefit to those who live in the area of benefit.

Grantmaking

Witton Lodge Community Association reviews various organisations and individuals who support and deliver the charity's objects. Potential recipients of grants paid by Witton Lodge Community Association are reviewed by the charity on a case-by-case basis depending upon the available resources of the charity.

STRATEGIC REPORT

Financial review

A summary of the Group's finances is set out in the attached group consolidated financial statements for the year ended 31 March 2023. The principal source of income is from the charity's accommodation. The company's subsidiary collects ground rents and has made a contribution to the company by way of Gift Aid. The company's financial key performance indicators relate to the delivery of accommodation and the collection of related income and other relevant factors are described elsewhere in this report. After making appropriate enquiries, the trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the Financial Statements.

Cash position as at 22 September 2023 currently stands at £1.4m. This remains consistent with the 31 March 2023 audited consolidated cash at bank and in hand total of £1.4m. This has taken into consideration the purchase of one (1) affordable rent property, in addition to refurbishment and repair costs to both social and general needs properties.

Principal funding sources

The principal funding sources for the Charitable Company are currently by way of rental income from tenants, housing benefit, universal credit, local housing allowance and ad hoc grants, gift aid from its subsidiaries and interest on deposits.

Reserves policy and purpose of designation

The Charitable Company manages its accommodation on the basis of whole life funding. It maintains a designated fund matched by cash resources to pay for major repairs of a revenue nature and to provide for cyclical maintenance. The property assets of the charity underpin its charitable objectives and activities hence a designated fund is used to ensure that the carrying value of fixed assets is supported by funds. A fund has also been created to ensure that the charity can part finance its development of new housing stock. The carrying value of all reserves has been considered and appropriate adjustments made, further details are in the notes to the Financial Statements.

Future plans

The Strategic Business Plan provides a strategic framework and direction for our work. It defines high level outcomes that we'll work towards, in partnership with residents and stakeholders, and sets out our priorities for the next few years. It is designed to be flexible to take account of the dynamic nature of our work and the wider environment.

Local Leadership

- Develop place-based partnerships and spaces supporting community-led approaches, social action, and leadership.
- Exemplify local leadership through our actions as well as developing and amplifying local voices.
- Organise activities and events that bring people together and celebrate the richness of local communities.
- Enhance our reach and access, through deliberative use of digital and online technologies to complement our direct and face to face engagement.

Homes and Assets

- Grow Witton Lodge Community Homes as a Registered Provider to develop or refurbish 50 good quality, well-managed homes.
- Deliver excellent landlord services, supporting our tenants to access a variety of services and maintain their tenancy.
- Support action on fuel poverty and climate change by implementing a programme of investment and retrofitting our homes and facilities.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Flourishing Communities

- Work with, and support, at least 1,000 residents annually, providing a safety net through a network of locally led, integrated community hubs.
- Establish strategic economic-focused partnerships that create and retain wealth locally; and connect local communities to employment and enterprise opportunities.
- Demonstrate the impact of our integrated, health creation and prevention approaches that aim to reduce health inequalities; and enable people to live well and with dignity.
- Evolve our skills provision through the creation of Witton Lodge Community College providing high quality, locally accessible accredited and core-skills training.
- Showcase and further develop community-led initiatives that protect the environment, utilise our natural assets and help tackle climate change.

Our roots are in the Perry Common Community. Over the last 30 years, we have learned many lessons which support other communities, locally and nationally, with similar ambitions to ourselves. This has led to developing collaborative ways of working with other neighbourhoods and sharing our learning and insights across the country. Through our 40-strong team of staff, committed volunteers and an active Board, we work at different levels.

The Association wishes to thank all those individuals, community groups, local schools, churches and public and private sector undertakings which have assisted the endeavours of the Group during this and previous years.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Association is a Charitable Company Limited by Guarantee incorporated on 2 March 1994 (registered as a charity on 27 June 1994). The governing documents for Witton Lodge Community Association, Witton Lodge CIC, WLCA Enterprises Limited and the Minority Protection Agreement were reviewed, revised and approved during 2016/17. The revised documents were presented by Anthony Collins Solicitors and approved by the Board at its meeting on 5 July 2017.

The Company was established under a Memorandum and Articles of Association, which imposes restrictions on the scope of the Charity's operations. The activities of the Charity are limited to those related to the regeneration of its area of benefit and the promotion of the money not immediately required for the Charity's objects in such investments, securities or property as may be thought fit by the Company. The Company is governed under its Articles of Association. In the event of the Company being wound up, members are required to contribute an amount not exceeding £1.

Recruitment and appointment of new trustees

The Board of Directors of the Group should consist of 8 resident Directors and 4 institutional Directors (2 nominees of Birmingham City Council and 2 independents). At present there are currently 2 vacancies for resident Directors.

Each Director shall serve a term as near as possible to 4 years. Either before or following the expiry of their term of office, a Director may be re-appointed for a further term of as near as possible to 4 years by the Board.

The Company has made qualifying third-party indemnity provisions for the benefit of its directors which were in force during the year and exist at the date of this report.

Organisational structure

The structure of the Board of Trustees is for there to be 12 members who meet 10 times a year. Within the 12 is the Chair and the Deputy Chair. The Board of Trustees undertakes the general control and management of the administration of the Group but delegates day to day operational responsibility to the Chief Officer and a team of officers and staff who support him.

Roles are benchmarked externally by our retained HR consultants. Recommendations are presented, considered and approved by WLCA's Resources Subgroup and the Board.

Enhancement of our Risk Management Policies and Procedures including where appropriate the following areas of risk: Strategic; Financial; Operational; Reputation and public interest; Legal and regulatory and Employment law.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

As good practice, other Directors, the Company Secretary, the Senior Staff Members and the Group's advisors give the Trustees an induction to the Organisation. They are made aware of the Mission and Vision Statements and the current financial plan of the Organisation and their expected role and responsibilities in relation to this and to the requirements of the Charity Commission.

Where prospective local Directors are identified, they are given the opportunity to attend Board Meetings as an observer prior to offering themselves for appointment. Directors' ongoing training needs are addressed through attendance at organised Away Days, conferences and training.

Related parties

The Charity has two subsidiary companies, WLCA Enterprises Limited, which is a Non-Charitable Company limited by shares. To date the subsidiary has restricted its activities to:

- Receiving capital sums from Birmingham City Council for the sale of redevelopment land;
- Allowing developers, under Development Agreements to build houses on land;
- Collecting grounds rents from Under Leasehold owner occupiers;
- Selling interests under the provisions of the Leasehold Reform Act.

The second subsidiary is Witton Lodge Community Interest Company which is Limited by Guarantee. The Company is formed for the benefit of the Community, and its objects are:

- The business of providing and managing housing, including Social Housing, and providing assistance to help house people and associated facilities, amenities and services;
- Any other object that the Board can reasonably decide which can be carried out from time to time by a Community Interest Company registered as a provider of Social Housing with the Regulator.

Further information on related parties is given in the notes to the financial statements.

Risk management

The Board of Trustees continues to review the major risks which the Group is exposed to and these have been regularly reported at Board meetings. A Risk Management Plan forms part of the Group's Financial Plan and is reviewed on an annual basis. Where appropriate, additional systems or procedures have been put in place to mitigate potential risks the Group faces. Internal control risks are minimised by the implementation of procedures for authorisation for all transactions and projects. Procedures are in place to ensure compliance with health and safety for all staff, volunteers, clients and visitors to Association property. Procedures are reviewed as required, to ensure they continue to meet the needs of the Group, and all risks and their management are reviewed as required to ensure all reasonable steps are being taken to minimise them.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02903760 (England and Wales)

Registered Charity number

1039005

Registered office

Perry Common Community Hall
87 Witton Lodge Road
Perry Common
Birmingham
West Midlands
B23 5JD

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Trustees

L S Hines MBE
S G Allison
T B Compton (resigned 6.4.22)
M R Davis
M M Harvey (resigned 6.4.22)
R A Beauchamp (resigned 6.7.22)
P M Tomlinson
S P Harris
A R Mendez
A Winmill
R S Rahanu (resigned 6.4.22)
J L Jennings
C L Ross
J J Bermingham (appointed 6.7.22)

Company Secretary

A Hussain

Auditors

J W Hinks LLP
Chartered Accountants and Statutory Auditors
19 Highfield Road
Edgbaston
Birmingham
West Midlands
B15 3BH

Solicitors

Anthony Collins Solicitors
134 Edmund Street
Birmingham
B3 2ES

Tyndalwoods
29 Wombourne Road
Birmingham
B17 8BY

Bankers

The Co-operative Bank Plc
118-120 Colmore Row
Birmingham
B3 3BN

Unity Trust Bank Plc
9 Brindleyplace
Birmingham
B1 2HB

Metro Bank
27-29 Abington Street
Northampton
NN1 2AN

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Witton Lodge Community Association for the purposes of company law) are responsible for preparing the Report of the Trustees 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity 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 charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, J W Hinks LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on

4 October 2023 and signed on the board's behalf by:



L S Hines MBE - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF WITTON LODGE COMMUNITY ASSOCIATION

Opinion

We have audited the financial statements of Witton Lodge Community Association (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 March 2023 and of the incoming resources and application of resources, including its income and expenditure, 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 trustees' 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 Group's or the parent charitable company'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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF WITTON LODGE COMMUNITY ASSOCIATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes 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 Group's and parent charitable company'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 Group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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 a Report of the Independent Auditors 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:

- Enquiring with management and others to gain an understanding of the organisation itself including operations, financial reporting and known fraud or error.
- Evaluating and understanding the internal control system.
- Performing analytical procedures as expected or unexpected variances in account balances or classes of transactions appear.
- Testing documentation supporting account balances or classes of transactions.
- Confirming accounts receivable and other accounts with a third party.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
WITTON LODGE COMMUNITY ASSOCIATION**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Cruse ACA, FCCA (Senior Statutory Auditor)
for and on behalf of J W Hinks LLP
Chartered Accountants
and Statutory Auditors
19 Highfield Road
Edgbaston
Birmingham
West Midlands
B15 3BH

Date: 4 October 2023

WITTON LODGE COMMUNITY ASSOCIATION

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023

| | Notes | Unrestricted funds £ | Restricted funds £ | 2023 Total funds £ | 2022 Total funds £ |
|---|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| INCOME AND ENDOWMENTS FROM | | | | | |
| Donations and legacies | 4 | 773 | - | 773 | 5,047 |
| Charitable activities | | | | | |
| General Housing and Sycamore Court | 6 | 1,443,154 | - | 1,443,154 | 1,359,318 |
| Power to Change | | - | - | - | (7,552) |
| Association Development | | 10,666 | 17,244 | 27,910 | 31,819 |
| Witton Lakes Eco Hub | | 19,729 | 34,511 | 54,240 | 421,377 |
| Erdington NNS | | - | 396,946 | 396,946 | 236,492 |
| Community Life | | 2,687 | 8,398 | 11,085 | 2,030 |
| FAME 2.0 Adult Education | | 146,977 | 32,000 | 178,977 | 125,133 |
| Stand Out Employment & Skills | | - | - | - | 36,533 |
| Trusted Hands | | 11,081 | - | 11,081 | 3,420 |
| Ignite Aspirations – European Social Fund | | - | 473,681 | 473,681 | 288,063 |
| Active Communities – The Active Wellbeing Societies | | - | 46,250 | 46,250 | 46,250 |
| Capacity Building | | - | 9,767 | 9,767 | 2,986 |
| North Birmingham Economic Recovery Taskforce | | 29,352 | - | 29,352 | 26,067 |
| WOWWED – European Social Fund | | 133,703 | - | 133,703 | 66,962 |
| Winter Warmth Project – BVSC | | 30,000 | - | 30,000 | - |
| Care For Carers – Erdington NNS Grant | | - | 5,768 | 5,768 | - |
| Midlands Medical Partnership | | 36,114 | - | 36,114 | - |
| Stand Out Commonwealth Games | | - | 55,467 | 55,467 | - |
| Investment income | 5 | 2,023 | - | 2,023 | 528 |
| Other income | | 2,498 | - | 2,498 | 2,498 |
| Total | | 1,868,757 | 1,080,032 | 2,948,789 | 2,646,971 |
| EXPENDITURE ON | | | | | |
| Charitable activities | | | | | |
| General Housing and Sycamore Court | 7 | 586,921 | 186,570 | 773,491 | 825,852 |
| Perry Common Community Hall | | 37,599 | 9,767 | 47,366 | 28,018 |
| Flourishing Communities | | - | - | - | 29,044 |
| Association Development | | 381,822 | 17,244 | 399,066 | 265,517 |
| Witton Lakes Eco Hub | | 82,600 | 25,838 | 108,438 | 21,670 |
| Erdington Enterprise Hub | | 39,259 | - | 39,259 | 34,693 |
| Erdington NNS | | 68,230 | 332,275 | 400,505 | 225,362 |
| Community Life | | 490 | 8,398 | 8,888 | 25,643 |
| FAME 2.0 Adult Education | | 23,536 | 11 | 23,537 | 103,832 |
| Stand Out Employment & Skills | | - | - | - | 17,838 |
| Trusted Hands | | 8,866 | - | 8,866 | 6,024 |
| Ignite Aspirations – European Social Fund | | - | 445,859 | 445,859 | 222,550 |
| Active Communities – The Active Wellbeing Society | | - | 46,242 | 46,242 | 47,764 |
| Capacity Building | | - | - | - | 2,986 |
| North Birmingham Economic Recovery Taskforce | | 26,960 | - | 26,960 | 26,066 |
| WOWWED – European Social Fund | | 86,001 | - | 86,001 | 21,805 |
| Erdington Health & Wellbeing Centre | | 19,625 | - | 19,625 | 5,193 |

The notes form part of these financial statements

WITTON LODGE COMMUNITY ASSOCIATION

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023

| | Notes | Unrestricted funds £ | Restricted funds £ | 2023 Total funds £ | 2022 Total funds £ |
|------------------------------------|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| Winter Warmth Project – BVSC | | 2,996 | - | 2,996 | - |
| Care For Carers – Erdington NNS | | 3,369 | - | 3,369 | - |
| Midlands Medical Partnership | | 9,226 | - | 9,226 | - |
| Stand Out Commonwealth Games | | - | 50,624 | 50,624 | - |
| Social Prescribing | | 2,436 | - | 2,436 | - |
| Total | | 1,379,936 | 1,122,828 | 2,502,764 | 1,909,857 |
| NET INCOME | | 488,821 | (42,796) | 446,025 | 737,114 |
| TRANSFERS BETWEEN FUNDS | 21 | 4,850 | (4,850) | - | - |
| RECONCILIATION OF FUNDS | | | | | |
| Total funds brought forward | | 7,566,167 | 6,263,255 | 13,829,422 | 13,092,308 |
| TOTAL FUNDS CARRIED FORWARD | | 8,059,838 | 6,215,609 | 14,275,447 | 13,829,422 |

The income of the parent charity was £2,925,379 in 2023 (2022: £2,630,980) and the operating surplus for the year was £453,833 (2022: £743,591).

The Consolidated Statement of Financial Activities includes all gains and losses recognised in the year.

The notes form part of these financial statements

WITTON LODGE COMMUNITY ASSOCIATION (REGISTERED NUMBER: 02903760)

CONSOLIDATED BALANCE SHEET
31 MARCH 2023

| | Notes | Unrestricted funds £ | Restricted funds £ | 2023 Total funds £ | 2022 Total funds £ |
|--|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 13 | 8,583,694 | 6,019,844 | 14,603,538 | 13,316,083 |
| CURRENT ASSETS | | | | | |
| Debtors | 15 | 402,810 | - | 402,810 | 506,726 |
| Cash at bank and in hand | | <u>1,171,419</u> | <u>195,764</u> | <u>1,367,183</u> | <u>2,172,547</u> |
| | | 1,574,229 | 195,764 | 1,769,993 | 2,679,273 |
| CREDITORS | | | | | |
| Amounts falling due within one year | 16 | (511,090) | - | (511,090) | (588,592) |
| NET CURRENT ASSETS | | <u>1,063,139</u> | <u>195,764</u> | <u>1,258,903</u> | <u>2,090,681</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 9,646,833 | 6,215,609 | 15,862,441 | 15,406,764 |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 17 | (1,586,994) | - | (1,586,994) | (1,577,342) |
| NET ASSETS | | <u>8,059,838</u> | <u>6,215,609</u> | <u>14,275,447</u> | <u>13,829,422</u> |
| FUNDS | 21 | | | | |
| Unrestricted funds | | | | 8,059,838 | 7,566,167 |
| Restricted funds | | | | <u>6,215,609</u> | <u>6,263,255</u> |
| TOTAL FUNDS | | | | <u>14,275,447</u> | <u>13,829,422</u> |

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions to entities subject to the small companies' regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 4 October 2023 and were signed on its behalf by:



L S Hines MBE - Trustee

The notes form part of these financial statements

PARENT CHARITY BALANCE SHEET
31 MARCH 2023

| | Notes | Unrestricted funds £ | Restricted funds £ | 2023 Total funds £ | 2022 Total funds £ |
|--|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 13 | 7,217,756 | 6,019,844 | 13,237,600 | 12,580,917 |
| Investments | 14 | 2 | - | 2 | 2 |
| | | <u>7,217,758</u> | <u>6,019,844</u> | <u>13,237,602</u> | <u>12,580,919</u> |
| CURRENT ASSETS | | | | | |
| Debtors | 15 | 1,324,390 | - | 1,324,390 | 983,813 |
| Cash at bank and in hand | | <u>1,018,397</u> | <u>195,764</u> | <u>1,214,162</u> | <u>1,884,055</u> |
| | | <u>2,342,787</u> | <u>195,764</u> | <u>2,538,552</u> | <u>2,867,868</u> |
| CREDITORS | | | | | |
| Amounts falling due within one year | 16 | (506,728) | - | (506,728) | (569,054) |
| NET CURRENT ASSETS | | <u>1,836,060</u> | <u>195,764</u> | <u>2,031,824</u> | <u>2,298,814</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>9,053,818</u> | <u>6,215,608</u> | <u>15,269,426</u> | <u>14,879,733</u> |
| CREDITORS | | | | | |
| Amounts falling due after more than one year | 17 | (1,268,448) | - | (1,268,448) | (1,332,588) |
| NET ASSETS | | <u>7,785,370</u> | <u>6,215,608</u> | <u>14,000,978</u> | <u>13,547,145</u> |
| FUNDS | 21 | | | | |
| Unrestricted funds | | | | 7,785,370 | 7,283,891 |
| Restricted funds | | | | <u>6,215,608</u> | <u>6,263,254</u> |
| TOTAL FUNDS | | | | <u>14,000,978</u> | <u>13,547,145</u> |

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions to entities subject to the small companies' regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 4 October 2023 and were signed on its behalf by:



L S Hines MBE - Trustee

The notes form part of these financial statements

WITTON LODGE COMMUNITY ASSOCIATION

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023

| | Notes | 2023 £ | 2022 £ |
|---|-------|-------------------------|-------------------------|
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | 978,809 | 1,507,381 |
| Interest paid | | <u>(38,438)</u> | <u>(40,061)</u> |
| Net cash provided by operating activities | | <u>940,371</u> | <u>1,467,320</u> |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | (1,658,501) | (1,097,520) |
| Sale of tangible fixed assets | | (80) | - |
| Interest received | | <u>2,023</u> | <u>528</u> |
| Net cash used in investing activities | | <u>(1,656,558)</u> | <u>(1,096,992)</u> |
| Cash flows from financing activities | | | |
| Capital repayments in year | | <u>(89,177)</u> | <u>(87,554)</u> |
| Net cash used in financing activities | | <u>(89,177)</u> | <u>(87,554)</u> |
| Change in cash and cash equivalents in the reporting period | | (805,364) | 282,774 |
| Cash and cash equivalents at the beginning of the reporting period | | <u>2,172,547</u> | <u>1,889,773</u> |
| Cash and cash equivalents at the end of the reporting period | | <u>1,367,183</u> | <u>2,172,547</u> |

The notes form part of these financial statements

WITTON LODGE COMMUNITY ASSOCIATION

NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

| | 2023 £ | 2022 £ |
|--|-----------|-----------|
| Net income for the reporting period (as per the Statement of Financial Activities) | 446,025 | 737,114 |
| Adjustments for: | | |
| Depreciation charges | 342,859 | 277,106 |
| Loss on disposal of fixed assets | 28,267 | 61,376 |
| Interest received | (2,023) | (528) |
| Interest paid | 38,438 | 40,061 |
| Decrease/(Increase) in debtors | 103,916 | 30,356 |
| Increase in creditors | 21,327 | 361,896 |
| Net cash provided by operations | 978,809 | 1,507,381 |

2. ANALYSIS OF CHANGES IN NET FUNDS

| | At 1.4.22 £ | Cash flow £ | At 31.3.23 £ |
|---------------------------------|----------------|----------------|-----------------|
| Net cash | | | |
| Cash at bank and in hand | 2,172,547 | (805,364) | 1,367,183 |
| | 2,172,547 | (805,364) | 1,367,183 |
| Debt | | | |
| Debts falling due within 1 year | (105,919) | 25,037 | (80,882) |
| Debts falling due after 1 year | (1,332,588) | 64,140 | (1,268,448) |
| | (1,438,507) | 89,177 | (1,349,330) |
| Total | 734,040 | (716,187) | 17,853 |

The notes form part of these financial statements

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

1. GENERAL INFORMATION

Witton Lodge Community Association is a private limited company, limited by guarantee and incorporated in England. The address of the registered office is given on the company information page of these financial statements.

2. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The Consolidated Statement of Financial Activities (SOFA) and Consolidated Balance Sheet consolidate the financial statements of the Group and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The presentational currency of these financial statements is Sterling. All amounts have been rounded to the nearest £1.

The company is a company limited by guarantee. The members of the company are the Trustees named within the Trustees Report. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

INCOME

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

Revenue from rental income is recognised on a straight-line basis over the term of the respective lease.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the charity, can be reliably measured.

Grants are included in the statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that the economic benefit can be measured reliably. In accordance with the Charity SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees Report for information about their contribution.

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

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

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

2. ACCOUNTING POLICIES - continued

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 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 allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of the expenditure on the objects of the charity and include project management carried out centrally. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Charitable activities and governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled.

Grants offered subject to conditions which have not been met at the year-end date are noted as a commitment but not accrued as expenditure. All expenditure is inclusive of irrecoverable VAT.

TANGIBLE FIXED ASSETS

Tangible fixed assets are included at cost including any incidental expenses of acquisition.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of Financial Activities.

Depreciation is provided on the following bases:

| | |
|---|-----------------|
| Housing property (freehold and leasehold) | - see below |
| Perry Common Community Hall | - over 50 years |
| Eco Hub | - over 17 years |
| Fixtures and fittings | - 20% on cost |
| Motor vehicles | - 25% on cost |
| Office equipment | - 25% on cost |

Housing properties and property improvements

The Association adopts full component accounting in relation to the capitalisation and depreciation of its housing property stock.

Financial reporting standards require that where a tangible asset comprises two or more major components with substantially different useful economic lives, each component should be accounted for separately for depreciation purposes and depreciated over its individual useful economic life.

All housing properties have been split between land, structure costs and major components which require periodic replacement, where the cost exceeds £1,000. No depreciation is provided on land. Expenditure less than £1,000 is expensed through the Statement of Financial Activities in the year it is incurred. Replacement of such major components is capitalised and depreciated over the estimated useful life of the component.

The estimated useful economic life for each component is:

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

2. ACCOUNTING POLICIES - continued

TANGIBLE FIXED ASSETS

General need housing

| | |
|----------------------------|------------|
| Building and roof | - 75 years |
| Kitchen | - 20 years |
| Bathroom | - 30 years |
| Radiators and electrics | - 30 years |
| Windows and external doors | - 30 years |
| Boiler | - 15 years |

Sheltered housing

| | |
|---|------------|
| Building and roof | - 75 years |
| Kitchen and bathroom | - 20 years |
| Radiators | - 30 years |
| Windows, emergency lighting and fire alarms | - 30 years |
| CCTV and warden call system | - 15 years |
| Lifts and external doors | - 15 years |
| Laundry and door entry | - 20 years |
| Boiler | - 15 years |

INVESTMENTS

Investments in subsidiaries are valued at cost less provision for impairment.

TAXATION

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3, Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

The subsidiaries are subject to Corporation Tax.

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.

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

FINANCIAL INSTRUMENTS

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

RETIREMENT BENEFITS

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The expected income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

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

2. ACCOUNTING POLICIES - continued

CAPITAL FUND

Land and Buildings donated by local authorities are added to long leasehold land and buildings costs at the time of the donation. The resulting capital fund generated is treated as a restricted fund. The depreciation on the grant funded element of long leasehold land and buildings is expended through restricted funds to reduce the capital fund over the life of the assets.

DEBTORS

Debtors are measured at amounts owed to the charity. They are measured on the basis of their recoverable amount.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand and deposits held with banks.

CREDITORS

Creditors are amounts owed by the charity. They are measured at the amount that the charity expects to pay to settle the debt. Amounts which are owed in more than one year are shown as long-term creditors.

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

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.

OPERATING LEASES

Rentals under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the lease term. Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight-line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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.

Expenditure allocations: expenditure is apportioned where it relates to more than one cost category.

4. DONATIONS AND LEGACIES

| | 2023 | 2022 |
|-----------|-------------------|-------------------|
| | £ | £ |
| Donations | 773 | 5,047 |
| | <u> </u> | <u> </u> |

5. INVESTMENT INCOME

| | 2023 | 2022 |
|--------------------------|-------------------|-------------------|
| | £ | £ |
| Deposit account interest | 2,023 | 528 |
| | <u> </u> | <u> </u> |

WITTON LODGE COMMUNITY ASSOCIATION

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

6. INCOME FROM CHARITABLE ACTIVITIES

| | Activity | 2023 £ | 2022 £ |
|----------------------------------|---|------------------|------------------|
| Grants | General Housing and Sycamore Court | 10,001 | - |
| Rental income | General Housing and Sycamore Court | 1,371,670 | 1,319,301 |
| Room hire and solar panel income | General Housing and Sycamore Court | 29,483 | 40,017 |
| Grants | Power to Change | - | (7,552) |
| Grants | Association Development | 17,244 | 30,979 |
| Sundry income | Association Development | 10,666 | 840 |
| Grants | Witton Lakes Eco Hub | 51,971 | 421,377 |
| Room hire and solar panel income | Witton Lakes Eco Hub | 750 | - |
| Sundry income | Witton Lakes Eco Hub | 1,519 | - |
| Grants | Erdington NNS | 396,946 | 236,492 |
| Grants | Community Life | 8,398 | 2,000 |
| Sundry income | Community Life | 2,687 | 30 |
| Grants | FAME 2.0 Adult Education | 32,000 | - |
| Contract income | FAME 2.0 Adult Education | 146,977 | 125,133 |
| Contract income | Stand Out Employment & Skills | 32,000 | 36,533 |
| Room hire and solar panel income | Trusted Hands | 11,081 | 3,420 |
| Grants | Ignite Aspirations – European Social Fund | 473,681 | 288,063 |
| Grants | Active Communities – The Active Wellbeing Society | 46,250 | 46,250 |
| Grants | Capacity Building | 9,767 | 2,986 |
| Grants | North Birmingham Economic Recovery Taskforce | 29,352 | 26,067 |
| Grants | WOWWED – European Social Fund | 133,703 | 66,962 |
| Grants | Winter Warmth Project – BVSC | 30,000 | - |
| Grants | Care For Carers – Erdington NNS Grant | 5,768 | - |
| Contract income | Midlands Medical Partnership | 36,114 | - |
| Contract income | Stand Out Commonwealth Games | 55,467 | - |
| | | 2,943,495 | 2,638,898 |

WITTON LODGE COMMUNITY ASSOCIATION**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023****6. INCOME FROM CHARITABLE ACTIVITIES**

Grants received, included in the above, are as follows:

| | 2023 | 2022 |
|--|-------------------------|-------------------------|
| | £ | £ |
| Erdington NNS – Birmingham City Council | 396,947 | 239,478 |
| Active Communities – The Active Wellbeing Society | 46,250 | 46,250 |
| Power to Change | - | (7,552) |
| Ignite Aspirations – European Social Fund | 473,681 | 288,063 |
| North Birmingham Economic Recovery Taskforce | 29,352 | 26,067 |
| Association Development – Department for Work and Pensions | - | 30,979 |
| Community Life | - | 2,000 |
| Witton Lakes Eco Hub – The Big Lottery | 51,971 | 421,377 |
| WOWWED – European Social Fund | 133,703 | 66,962 |
| Heart of England – Erdington NNS Foodbank Grant | 10,000 | - |
| Winter Warmth Project - BVSC | 30,000 | - |
| Care For Carers – Erdington NNS Grant | 5,768 | - |
| Momentum Project – Domestic Abuse | 32,000 | - |
| Commonwealth Games Celebrating Communities Fund | 8,398 | - |
| Kickstart Scheme | 9,767 | - |
| Erdington Baths – Birmingham City Council | 17,244 | - |
| | <u>1,245,081</u> | <u>1,113,624</u> |

WITTON LODGE COMMUNITY ASSOCIATION

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

7. CHARITABLE ACTIVITIES COSTS

| | Direct Costs £ | Grant funding of activities (see note 8) £ | Support costs (see note 9) £ | Totals £ |
|---|----------------------|--|---------------------------------------|------------------|
| YEAR ENDED 31 MARCH 2023 | | | | |
| General Housing and Sycamore Court | 742,363 | 10,000 | 21,128 | 773,491 |
| Perry Common Community Hall | 47,361 | - | 5 | 47,366 |
| Association Development | 306,726 | - | 87,540 | 394,266 |
| Community Interest Company | 4,800 | - | - | 4,800 |
| Witton Lakes Eco Hub | 106,841 | - | 1,597 | 108,438 |
| Erdington Enterprise Hub | 9,961 | - | 29,298 | 39,259 |
| Erdington NNS | 184,069 | 215,214 | 1,222 | 400,505 |
| Community Life | 8,800 | - | 88 | 8,888 |
| FAME 2.0 Adult Education | 22,978 | - | 569 | 23,547 |
| Trusted Hands | 7,766 | - | 1,100 | 8,866 |
| Ignite Aspirations – European Social Fund | 444,565 | - | 1,294 | 445,859 |
| Active Communities – Active Wellbeing Society | 45,523 | - | 719 | 46,242 |
| North Birmingham Economic Recovery Taskforce | 29,960 | - | - | 29,960 |
| WOWWED – European Social Fund | 86,001 | - | - | 86,001 |
| Erdington Health & Wellbeing Centre | 18,964 | - | 661 | 19,625 |
| Winter Warmth Project - BVSC | 2,996 | - | - | 2,996 |
| Care For Carers – Erdington NNS Grant | 1,313 | 2,056 | - | 3,369 |
| Midlands Medical Partnership | 9,214 | - | 12 | 9,226 |
| Stand Out Commonwealth Games | 50,557 | - | 67 | 50,624 |
| Social Prescribing | 2,436 | - | - | 2,436 |
| | <u>2,130,194</u> | <u>227,270</u> | <u>145,300</u> | <u>2,502,764</u> |
| YEAR ENDED 31 MARCH 2022 | | | | |
| General Housing and Sycamore Court | 804,044 | - | 21,808 | 825,852 |
| Perry Common Community Hall | 28,007 | - | 11 | 28,018 |
| Flourishing Communities | 25,771 | - | 3,273 | 29,044 |
| Association Development | 201,649 | - | 63,868 | 265,517 |
| Witton Lakes Eco Hub | 21,455 | - | 215 | 21,670 |
| Erdington Enterprise Hub | 9,962 | - | 24,731 | 34,693 |
| Erdington NNS | 103,540 | 120,242 | 1,580 | 225,362 |
| Community Life | 25,633 | - | 10 | 25,643 |
| FAME 2.0 Adult Education | 99,591 | - | 4,241 | 103,832 |
| Stand Out Employment & Skills | 17,838 | - | - | 17,838 |
| Trusted Hands | 5,989 | - | 35 | 6,024 |
| Ignite Aspirations – European Social Fund | 214,979 | - | 7,571 | 222,550 |
| Active Communities – Active Wellbeing Society | 46,210 | 750 | 804 | 47,764 |
| Capacity Building | 1,562 | - | 1,424 | 2,986 |
| North Birmingham Economic Recovery Taskforce | 23,072 | - | 2,994 | 26,066 |
| WOWWED – European Social Fund | 21,445 | - | 360 | 21,805 |
| Erdington Health & Wellbeing Centre | 3,814 | - | 1,379 | 5,193 |
| | <u>1,654,561</u> | <u>120,992</u> | <u>134,304</u> | <u>1,909,857</u> |

WITTON LODGE COMMUNITY ASSOCIATION

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

8. GRANTS PAYABLE

| | 2023 | 2022 |
|---|----------------|----------------|
| | £ | £ |
| General Housing and Sycamore Court | 10,000 | - |
| Erdington NNS | 215,214 | 120,242 |
| Active Communities – The Active Wellbeing Society | - | 750 |
| Care For Carers – Erdington NNS Grant | 2,056 | - |
| | <u>227,270</u> | <u>120,992</u> |

9. SUPPORT COSTS

| | Management | Governance costs | Totals |
|---|---------------|------------------|----------------|
| | £ | £ | £ |
| YEAR ENDED 31 MARCH 2023 | | | |
| General Housing and Sycamore Court | 19,236 | 1,892 | 21,128 |
| Perry Common Community Hall | 5 | - | 5 |
| Association Development | 42,208 | 45,332 | 87,540 |
| Witton Lakes Eco Hub | 703 | 894 | 1,597 |
| Erdington Enterprise Hub | - | 29,298 | 29,298 |
| Erdington NNS | 1,222 | - | 1,222 |
| Community Life | 88 | - | 88 |
| FAME 2.0 Adult Education | 269 | 300 | 569 |
| Trusted Hands | 1,100 | - | 1,100 |
| Ignite Aspirations – European Social Fund | 1,294 | - | 1,294 |
| Active Communities – The Active Wellbeing Society | 719 | - | 719 |
| Erdington Health & Wellbeing Centre | 661 | - | 661 |
| Midlands Medical Partnership | 12 | - | 12 |
| Stand Out Commonwealth Games | 67 | - | 67 |
| | <u>67,584</u> | <u>77,716</u> | <u>145,300</u> |

| | Management | Governance costs | Totals |
|---|----------------|------------------|----------------|
| | £ | £ | £ |
| YEAR ENDED 31 MARCH 2022 | | | |
| General Housing and Sycamore Court | 19,168 | 2,640 | 21,808 |
| Perry Common Community Hall | 11 | - | 11 |
| Flourishing Communities | 3,273 | - | 3,273 |
| Association Development | 52,828 | 11,040 | 63,868 |
| Witton Lakes Eco Hub | 215 | - | 215 |
| Erdington Enterprise Hub | 24,731 | - | 24,731 |
| Erdington NNS | 1,580 | - | 1,580 |
| Community Life | 10 | - | 10 |
| FAME 2.0 Adult Education | 4,241 | - | 4,241 |
| Trusted Hands | 35 | - | 35 |
| Ignite Aspirations – European Social Fund | 7,571 | - | 7,571 |
| Active Communities – The Active Wellbeing Society | 804 | - | 804 |
| Capacity Building | 1,424 | - | 1,424 |
| North Birmingham Economic Recovery Taskforce | 2,994 | - | 2,994 |
| WOWWED – European Social Fund | - | 360 | 360 |
| Erdington Health & Wellbeing Centre | 1,379 | - | 1,379 |
| | <u>120,264</u> | <u>14,040</u> | <u>134,304</u> |

WITTON LODGE COMMUNITY ASSOCIATION

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

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

| | 2023 | 2022 |
|--|---------------|---------------|
| | £ | £ |
| Auditors' remuneration | 15,300 | 14,040 |
| Accountants' remuneration for other services | 7,220 | - |
| Depreciation - owned assets | 342,859 | 277,106 |
| Deficit on disposal of fixed assets | <u>28,267</u> | <u>61,376</u> |

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

TRUSTEES' EXPENSES

2 (2022: 2) Trustees received reimbursement of expenses to cover travel and other costs incurred whilst on Association duties amounting to £358 in the current year (2022: £538).

12. STAFF COSTS

| | 2023 | 2022 |
|-----------------------|------------------|----------------|
| | £ | £ |
| Wages and salaries | 909,439 | 768,045 |
| Social security costs | 77,739 | 68,270 |
| Other pension costs | <u>37,388</u> | <u>36,046</u> |
| | <u>1,024,566</u> | <u>872,361</u> |

The average number of employees during the year was 37 (2022: 32) and the average monthly number of employees during the year expressed as full-time equivalents was as follows (including casual and part-time staff):

The average monthly number of employees during the year was as follows:

| | 2023 | 2022 |
|-------------------------------|-----------|-----------|
| Charitable activities | 21 | 16 |
| Management and administration | <u>3</u> | <u>3</u> |
| | <u>24</u> | <u>19</u> |

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

| | 2023 | 2022 |
|-------------------|----------|----------|
| £80,001 - £90,000 | <u>1</u> | <u>1</u> |

WITTON LODGE COMMUNITY ASSOCIATION

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

13. TANGIBLE FIXED ASSETS - GROUP

| | Freehold Property £ | Long Leasehold £ | Fixtures and Fittings £ | Motor Vehicles £ | Office Equipment £ | Totals £ |
|------------------------|---------------------------|------------------------|-------------------------------|------------------------|--------------------------|-------------------|
| COST | | | | | | |
| At 1 April 2022 | 1,244,927 | 16,069,321 | 73,569 | - | 131,502 | 17,519,319 |
| Additions | 1,281,304 | 355,199 | 7,321 | 4,800 | 10,147 | 1,658,501 |
| Disposals | - | (64,683) | - | - | - | (64,683) |
| At 31 March 2023 | <u>2,525,961</u> | <u>16,359,837</u> | <u>80,890</u> | <u>4,800</u> | <u>141,649</u> | <u>19,113,137</u> |
| DEPRECIATION | | | | | | |
| At 1 April 2022 | 42,124 | 3,974,010 | 65,599 | - | 121,503 | 4,203,236 |
| Charge for year | 26,753 | 305,671 | 4,187 | 1,200 | 5,048 | 342,859 |
| Eliminated on disposal | - | (36,496) | - | - | - | (36,496) |
| At 31 March 2023 | <u>68,877</u> | <u>4,243,185</u> | <u>69,786</u> | <u>1,200</u> | <u>126,551</u> | <u>4,509,599</u> |
| NET BOOK VALUE | | | | | | |
| At 31 March 2023 | <u>2,457,084</u> | <u>12,116,652</u> | <u>11,104</u> | <u>3,600</u> | <u>15,098</u> | <u>14,603,538</u> |
| At 31 March 2022 | <u>1,202,803</u> | <u>12,095,311</u> | <u>7,970</u> | <u>-</u> | <u>9,999</u> | <u>13,316,083</u> |

Included in cost or valuation of land and buildings is freehold land of £3,165,881 (2022: £2,618,745) which is not depreciated.

The group have secured certain property assets and further details are provided in the secured debts note.

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

13. TANGIBLE FIXED ASSETS – PARENT CHARITY

| | Freehold Property £ | Long Leasehold £ | Fixtures and Fittings £ | Motor Vehicles £ | Office Equipment £ | Totals £ |
|------------------------|---------------------------|------------------------|-------------------------------|------------------------|--------------------------|-------------------|
| COST | | | | | | |
| At 1 April 2022 | 490,517 | 16,069,321 | 63,320 | - | 131,502 | 16,754,660 |
| Additions | 639,748 | 355,199 | 7,321 | 4,800 | 10,147 | 1,017,215 |
| Disposals | - | (64,683) | - | - | - | (64,863) |
| At 31 March 2023 | <u>1,130,265</u> | <u>16,359,837</u> | <u>70,641</u> | <u>4,800</u> | <u>141,649</u> | <u>17,707,192</u> |
| DEPRECIATION | | | | | | |
| At 1 April 2022 | 22,880 | 3,974,010 | 55,350 | - | 121,503 | 4,173,743 |
| Charge for year | 16,239 | 305,671 | 4,187 | 1,200 | 5,048 | 332,345 |
| Eliminated on disposal | - | (36,496) | - | - | - | (36,496) |
| At 31 March 2023 | <u>39,119</u> | <u>4,243,185</u> | <u>59,537</u> | <u>1,200</u> | <u>126,551</u> | <u>4,469,592</u> |
| NET BOOK VALUE | | | | | | |
| At 31 March 2023 | <u>1,091,146</u> | <u>12,116,652</u> | <u>11,104</u> | <u>3,600</u> | <u>15,098</u> | <u>13,237,600</u> |
| At 31 March 2022 | <u>467,637</u> | <u>12,095,311</u> | <u>7,970</u> | <u>-</u> | <u>9,999</u> | <u>12,580,917</u> |

Included in cost or valuation of land and buildings is freehold land of £2,795,053 (2022: £2,618,745) which is not depreciated.

The parent charity has secured certain property assets and further details are provided in the secured debts note.

14. FIXED ASSET INVESTMENTS – PARENT CHARITY

| | Shares in group undertakings £ |
|-----------------------------------|---|
| COST | |
| At 1 April 2022 and 31 March 2023 | <u>2</u> |
| NET BOOK VALUE | |
| At 31 March 2023 | <u>2</u> |
| At 31 March 2022 | <u>2</u> |

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

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

14. FIXED ASSET INVESTMENTS - COMPANY - continued

WLCA Enterprises Limited

Registered office: United Kingdom

| | % holding | 2023 £ | 2022 £ |
|--------------------------------|--------------|---------------|---------------|
| Class of share: | | | |
| Ordinary | 100 | | |
| Aggregate capital and reserves | | 2 | 2 |
| Profit for the year | | <u>23,317</u> | <u>23,489</u> |

Witton Lodge Community Interest Company

Registered office: United Kingdom

| | % holding | 2023 £ | 2022 £ |
|--------------------------------|--------------|----------------|----------------|
| Class of share: | | | |
| Voting rights | 100 | | |
| Aggregate capital and reserves | | 274,469 | 282,277 |
| Profit/(loss) for the year | | <u>(7,808)</u> | <u>(1,340)</u> |

Company investments at cost comprise of WLCA Enterprises Limited: £2 (2022: £2).

15. DEBTORS

| | Group | | Parent Charity | |
|---|----------------|----------------|------------------|----------------|
| | 2023 £ | 2022 £ | 2023 £ | 2022 £ |
| Amounts falling due within 1 year: | | | | |
| Trade debtors | 156,884 | 178,138 | 148,641 | 160,782 |
| Amounts owed by group undertakings | - | - | 23,219 | 21,632 |
| Prepayments and accrued income | <u>245,926</u> | <u>328,588</u> | <u>245,626</u> | <u>328,288</u> |
| | <u>402,810</u> | <u>506,726</u> | <u>417,486</u> | <u>510,702</u> |
| Amounts falling due after more than 1 year: | | | | |
| Amounts owed by group undertakings | - | - | 906,904 | 473,111 |
| Aggregate amounts | <u>402,810</u> | <u>506,726</u> | <u>1,324,390</u> | <u>983,813</u> |

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

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | Group | | Parent Charity | |
|------------------------------------|----------------|----------------|----------------|----------------|
| | 2023 | 2022 | 2023 | 2022 |
| | £ | £ | £ | £ |
| Bank loans | 75,862 | 75,862 | 75,862 | 75,862 |
| Other loans | 5,020 | 30,057 | 5,020 | 30,057 |
| Trade creditors | 153,690 | 226,279 | 153,690 | 226,279 |
| Amounts owed to group undertakings | - | - | 12,708 | - |
| Social security and other taxes | - | - | - | - |
| Other creditors | 13,360 | 14,423 | 13,360 | 14,423 |
| Accruals and deferred income | 263,158 | 241,971 | 246,088 | 222,433 |
| | <u>511,090</u> | <u>588,592</u> | <u>506,728</u> | <u>569,054</u> |

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

| | Group | | Parent Charity | |
|------------------------------|------------------|------------------|------------------|------------------|
| | 2023 | 2022 | 2023 | 2022 |
| | £ | £ | £ | £ |
| Bank loans | 1,268,448 | 1,327,579 | 1,268,448 | 1,327,579 |
| Other loans | - | 5,009 | - | 5,009 |
| Accruals and deferred income | 318,546 | 244,754 | - | - |
| | <u>1,586,994</u> | <u>1,577,342</u> | <u>1,268,448</u> | <u>1,332,588</u> |

Combined deferred income included above consists of:

| | Group | | Parent Charity | |
|--------------------------------------|----------------|----------------|----------------|----------------|
| | 2023 | 2022 | 2023 | 2022 |
| | £ | £ | £ | £ |
| Deferred income as at 1 April 2022 | 405,064 | 163,500 | 157,812 | 149,960 |
| Resources deferred during the year | 109,046 | 299,078 | 32,756 | 62,868 |
| Amounts released from previous years | (61,483) | (57,514) | (58,895) | (55,016) |
| Deferred income as at 31 March 2023 | <u>452,627</u> | <u>405,064</u> | <u>131,583</u> | <u>157,812</u> |

18. BANK AND OTHER LOANS – CONSOLIDATED AND PARENT CHARITY

An analysis of the maturity of loans is given below:

| | 2023 | 2022 |
|---|----------------|----------------|
| | £ | £ |
| Amounts falling due within one year on demand: | | |
| Bank and other loans | <u>80,882</u> | <u>105,919</u> |
| Amounts falling between one and two years: | | |
| Bank and other loans - 1-2 years | <u>75,862</u> | <u>80,871</u> |
| Amounts falling due between two and five years: | | |
| Bank and other loans - 2-5 years | <u>151,723</u> | <u>227,585</u> |
| Bank and other loans more 5 year by instalments | 1,040,863 | 1,024,132 |

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

19. OPERATING LEASES – CONSOLIDATED AND PARENT CHARITY

Minimum lease payments fall due as follows:

| | Non-cancellable operating leases | |
|----------------------------|---|----------------------|
| | 2023 | 2022 |
| | £ | £ |
| Within one year | 13,968 | 4,301 |
| Between one and five years | 22,493 | 11,007 |
| | <u>36,461</u> | <u>15,308</u> |

20. SECURED DEBTS

A long-term loan facility over 25 years has been obtained from Unity Trust Bank Plc to fund property acquisitions. The loan is secured on certain properties and is repayable in monthly instalments; the interest rate is fixed for 5 years at 4.5% p.a. The legal fixed charge was created on 28 August 2015.

A legal fixed charge dated 2 February 2021 has been created in favour of the Big Lottery Fund and in respect of a particular property within the charity.

A legal fixed charge dated 28 August 2015 has been created in favour of Birmingham City Council and in respect of a particular property within the charity. A further legal fixed charge dated 20 April 1995 has been created in favour of Birmingham City Council and in respect of a particular property within the charity.

21. MOVEMENT IN FUNDS**CONSOLIDATED**

| | At 1.4.22 £ | Net movement in funds £ | Transfers between funds £ | At 31.3.23 £ |
|---|-------------------|----------------------------------|------------------------------------|--------------------|
| Unrestricted funds | | | | |
| General Fund | 1,505,634 | 499,450 | (899,492) | 1,105,591 |
| Major and Cyclical Repairs Fund | 365,800 | - | - | 365,800 |
| Disability Adaptations Fund | 10,000 | - | - | 10,000 |
| Small Grants Fund | 5,000 | - | - | 5,000 |
| Housing Development Fund | 700,000 | - | - | 700,000 |
| Fixed Asset Fund | 4,479,049 | - | 904,342 | 5,703,391 |
| Eco Hub | 180,685 | (10,629) | - | 170,056 |
| | 7,566,167 | 488,821 | 4,850 | 8,059,838 |
| Restricted funds | | | | |
| Capital Fund | 5,792,993 | (186,570) | - | 5,606,423 |
| Ignite Aspirations – European Social Fund | 65,512 | 27,823 | - | 93,335 |
| Eco Hub | 404,749 | 8,672 | - | 413,421 |
| Active Communities – Active Wellbeing Society | - | 7 | (7) | - |
| Stand Out Commonwealth Games | - | 4,843 | (4,843) | - |
| Erdington NNS – Birmingham City Council | - | 64,672 | - | 64,672 |
| Care For Carers – Erdington NNS Grant | - | 5,768 | - | 5,768 |
| Momentum Project – Domestic Abuse | - | 31,989 | - | 31,989 |
| | 6,263,255 | (42,796) | (4,850) | 6,215,609 |
| TOTAL FUNDS | 13,829,442 | 446,025 | - | 14,275,447 |

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

21.

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General Fund | 1,868,757 | (1,369,307) | 499,450 |
| Eco Hub | - | (10,629) | (10,629) |
| | 1,868,757 | (1,379,936) | 488,821 |
| Restricted funds | | | |
| Capital Fund | - | (186,570) | (186,570) |
| Ignite Aspirations – European Social Fund | 473,682 | (445,859) | 27,823 |
| Eco Hub | 34,510 | (25,838) | 8,672 |
| Active Communities – Active Wellbeing Society | 46,249 | (46,242) | 7 |
| Standout Commonwealth Games | 55,467 | (50,624) | 4,843 |
| Erdington NNS – Birmingham City Council | 396,947 | (332,275) | 64,672 |
| Care For Carers – Erdington NNS Grant | 5,768 | - | 5,768 |
| Commonwealth Games Celebrating Communities Fund | 8,398 | (8,398) | - |
| Kickstart Scheme | 9,767 | (9,767) | - |
| Erdington Baths – Birmingham City Council | 17,244 | (17,244) | - |
| Momentum Project – Domestic Abuse | 32,000 | (11) | 31,989 |
| | 1,080,032 | (1,122,828) | (42,796) |
| TOTAL FUNDS | 2,948,789 | (2,502,764) | 446,025 |

Comparatives for movement in funds

| | At 1.4.21 £ | Net movement in funds £ | Transfers between funds £ | At 31.3.22 £ |
|---|-------------------|----------------------------------|------------------------------------|--------------------|
| Unrestricted funds | | | | |
| General Fund | 1,601,266 | 475,390 | (571,023) | 1,505,634 |
| Major and Cyclical Repairs Fund | 365,800 | - | - | 365,800 |
| Disability Adaptations Fund | 10,000 | - | - | 10,000 |
| Small Grants Fund | 5,000 | - | - | 5,000 |
| Housing Development Fund | 700,000 | - | - | 700,000 |
| Fixed Asset Fund | 4,404,854 | - | 394,195 | 4,799,049 |
| Eco Hub | - | - | 180,685 | 180,685 |
| | 7,086,920 | 475,390 | 3,857 | 7,566,167 |
| Restricted funds | | | | |
| Capital Fund | 5,963,422 | (170,429) | - | 5,792,993 |
| Flourishing Communities Fund | 35,052 | (29,043) | (6,009) | - |
| Power to Change Grant Fund | 6,913 | (7,552) | 639 | - |
| Ignite Aspirations – European Social Fund | - | 65,512 | - | 65,512 |
| Eco Hub | - | 404,749 | - | 404,749 |
| Active Communities – Active Wellbeing Society | - | (1,513) | 1,513 | - |
| | 6,005,388 | 261,724 | (3,857) | 6,263,255 |
| TOTAL FUNDS | 13,092,308 | 737,114 | - | 13,829,422 |

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

21. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General Fund | 1,893,791 | (1,418,401) | 475,390 |
| Restricted funds | | | |
| Capital Fund | - | (170,429) | (170,429) |
| Flourishing Communities Fund | 1 | (29,044) | (29,043) |
| Power to Change Grant Fund | (7,552) | - | (7,552) |
| Ignite Aspirations – European Social Fund | 288,062 | (222,550) | 65,512 |
| Eco Hub | 426,418 | (21,669) | 404,749 |
| Active Communities – Active Wellbeing Society | 46,251 | (47,764) | (1,513) |
| | <u>753,180</u> | <u>(491,456)</u> | <u>261,724</u> |
| TOTAL FUNDS | <u>2,646,971</u> | <u>(1,909,857)</u> | <u>737,114</u> |

PARENT CHARITY

| | At 1.4.22 £ | Net movement in funds £ | Transfers between funds £ | At 31.3.23 £ |
|---|-------------------|----------------------------------|------------------------------------|--------------------|
| Unrestricted funds | | | | |
| General Fund | 1,223,357 | 507,258 | (899,492) | 831,123 |
| Major and Cyclical Repairs Fund | 365,800 | - | - | 365,800 |
| Disability Adaptations Fund | 10,000 | - | - | 10,000 |
| Small Grants Fund | 5,000 | - | - | 5,000 |
| Housing Development Fund | 700,000 | - | - | 700,000 |
| Fixed Asset Fund | 4,799,049 | - | 904,342 | 5,703,391 |
| Eco Hub | 180,685 | (10,629) | - | 170,056 |
| | <u>7,283,891</u> | <u>496,629</u> | <u>4,850</u> | <u>7,785,370</u> |
| Restricted funds | | | | |
| Capital Fund | 5,792,993 | (186,570) | - | 5,606,423 |
| Ignite Aspirations – European Social Fund | 65,512 | 27,823 | - | 93,335 |
| Eco Hub | 404,749 | 8,672 | - | 413,421 |
| Active Communities – Active Wellbeing Society | - | 7 | (7) | - |
| Stand Out Commonwealth Games | - | 4,843 | (4,843) | - |
| Erdington NNS – Birmingham City Council | - | 64,672 | - | 64,672 |
| Care For Carers – Erdington NNS Grant | - | 5,768 | - | 5,768 |
| Momentum Project – Domestic Abuse | - | 31,989 | - | 31,989 |
| | <u>6,263,254</u> | <u>(42,496)</u> | <u>(4,850)</u> | <u>6,215,608</u> |
| TOTAL FUNDS | <u>13,547,145</u> | <u>453,833</u> | <u>-</u> | <u>14,000,978</u> |

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

21. MOVEMENT IN FUNDS - continued

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General Fund | 1,845,347 | (1,338,089) | 507,258 |
| Eco Hub | - | (10,629) | (10,629) |
| | 1,845,347 | (1,348,718) | 496,629 |
| Restricted funds | | | |
| Capital Fund | - | (186,570) | (186,570) |
| Stand Out Commonwealth Games | 55,467 | (50,624) | 4,843 |
| Ignite Aspirations – European Social Fund | 473,682 | (445,859) | 27,823 |
| Eco Hub | 34,510 | (25,838) | 8,672 |
| Erdington NNS – Birmingham City Council | 396,947 | (332,275) | 64,672 |
| Care For Carers – Erdington NNS Grant | 5,768 | - | 5,768 |
| Momentum Project – Domestic Abuse | 32,000 | (11) | 31,989 |
| Commonwealth Games Celebrating Communities Fund | 8,398 | (8,398) | - |
| Kickstart Scheme | 9,767 | (9,767) | - |
| Erdington Baths – Birmingham City Council | 17,244 | (17,244) | - |
| Active Communities – Active Wellbeing Society | 46,249 | (46,242) | 7 |
| | 1,080,032 | (1,122,828) | (42,796) |
| TOTAL FUNDS | 2,925,379 | (2,471,546) | 453,833 |

Comparatives for movement in funds

| | At 1.4.21 £ | Net movement in funds £ | Transfers between funds £ | At 31.3.22 £ |
|---|-------------------|----------------------------------|------------------------------------|--------------------|
| Unrestricted funds | | | | |
| General Fund | 1,312,512 | 481,867 | (571,023) | 1,223,357 |
| Major and Cyclical Repairs Fund | 365,800 | - | - | 365,800 |
| Disability Adaptations Fund | 10,000 | - | - | 10,000 |
| Small Grants Fund | 5,000 | - | - | 5,000 |
| Housing Development Fund | 700,000 | - | - | 700,000 |
| Fixed Asset Fund | 4,404,854 | - | 394,195 | 4,799,049 |
| Eco Hub | - | - | 180,685 | 180,685 |
| | 6,798,166 | 481,867 | 3,857 | 7,283,891 |
| Restricted funds | | | | |
| Capital Fund | 5,963,422 | (170,429) | - | 5,792,993 |
| Flourishing Communities Fund | 35,052 | (29,043) | (6,009) | - |
| Power to Change Grant Fund | 6,913 | (7,552) | 639 | - |
| Ignite Aspirations – European Social Fund | - | 65,512 | - | 65,512 |
| Eco Hub | - | 404,749 | - | 404,749 |
| Active Communities – Active Wellbeing Society | - | (1,513) | 1,513 | - |
| | 6,005,388 | 261,724 | (3,857) | 6,263,254 |
| TOTAL FUNDS | 12,803,554 | 743,591 | - | 13,547,145 |

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

21. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General Fund | 1,877,799 | (1,395,932) | 481,867 |
| Restricted funds | | | |
| Capital Fund | - | (170,429) | (170,429) |
| Flourishing Communities Fund | 1 | (29,044) | (29,043) |
| Power to Change Grant Fund | (7,552) | - | (7,552) |
| Ignite Aspirations – European Social Fund | 288,062 | (222,550) | 65,512 |
| Eco Hub | 426,419 | (21,670) | 404,749 |
| Active Communities – Active Wellbeing Society | 46,251 | (47,764) | (1,513) |
| | <u>753,181</u> | <u>(491,457)</u> | <u>261,724</u> |
| TOTAL FUNDS | <u>2,630,980</u> | <u>(1,877,389)</u> | <u>743,591</u> |

Capital Fund

This fund relates to capital grants received which were used to purchase land and buildings. The depreciation on the grant funded element of land and buildings is expended through restricted funds to reduce the capital fund over the life of the assets.

Flourishing Communities Fund

Flourishing Community Services provide a wide range of services, support and activities which enable residents to live well, achieve their ambitions and thrive in their communities. This includes employment support; training and personal development; health and wellbeing; benefits advice; sports and physical activities; environmental activities; volunteering; community events and activities; capacity building and small grants for small groups. The programme has grown substantially this year, underpinned by a number of new grants and contracts focused particularly on Covid-19 support and relief work.

Ignite Aspirations – European Social Fund

Supporting residents (29+) across North and East Birmingham into training, education and employment. Delivering wrap-around services including careers IAG, housing surgeries, benefits advice, wellbeing interventions and numeracy/literacy/digital skills etc to help overcome barriers and achieve their aspirations. Programme supports long-term unemployed, residents with disabilities including mental health issues, women, single parents, 50+ and BAME communities.

Power to Change Fund

The creation of an Enabler Hub to promote community led initiatives within the West Midlands. Witton Lodge Community Association as a founding member of the Enabler Hub agreed to take receipt of funding from Power to Change on behalf of the Enabler Hub named West Midlands Urban Community Homes (formerly Birmingham community homes). WMUCH Enabler Hub provides a range of services including community group facilitation, community consultation, identifying funding, assistance with financial and governance arrangements and business planning. WMUCH Enabler Hub now has its own financial credentials and funding goes straight to the organisation and not WLCA.

Stand Out Commonwealth Games

The 'Stand Out' project is a National Lottery funded programme starting in the Summer of 2021 and running until December 2022, aimed at providing unique training, volunteering and employment opportunities to disadvantaged young people across the West Midlands. Utilising the backdrop of the Commonwealth Games and the opportunities that will be created to encourage wider participation, the project will support individuals into positive outcomes. The project will provide a wrap-around support for young people prior, during and post the Games.

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

21. MOVEMENT IN FUNDS - continued

Major and Cyclical Repairs Fund

This fund relates to monies set aside to finance future planned maintenance of a revenue nature where it relates to major components in social rented housing including the cleaning of UPVC surfaces, clearing of rainwater goods, painting/treating external doors and fences and painting railings and gates etc.

This provision also provides for an amount covering planned major and cyclical repair costs for a period of 5 years from the balance sheet date.

Disability Adaptation Fund

This fund relates to monies set aside each year to provide for adaptation to be carried out in social rented dwellings to help tenants in need to be able to stay in their homes and achieve independent living.

Small Grants Fund

The fund was set up at the start of the re-development process and income was derived from advertising hoardings erected around development plots. The fund is being used to provide grants to fund projects for local groups.

Housing Development Fund

One of the main objectives of the charity is 'to provide social housing for the persons in necessitous circumstances upon terms appropriate to their means'. To ensure furtherance of this objective, Witton Lodge Community Association is committed to the development of further housing stock and has designated funds for part financing this ongoing development programme.

Fixed Asset Fund

The Charity recognises that its tangible fixed assets are used operationally, and their disposal would adversely impact on its ability to deliver its aims. The fixed asset fund has been established to ensure that funds, both restricted and designated, exist within the charity at any point in time which equate to the net book value of the fixed assets of the charity (less any outstanding associated debt). The fund has been established as follows:

| | |
|--|-------------------------|
| At 31 March 2023 | £ |
| Tangible Fixed Assets - net book value | 13,237,601 |
| Associated debt outstanding | (1,344,310) |
| Capital Fund | (5,606,423) |
| Eco Hub – net book value | (583,477) |
| Fixed Asset Fund | <u><u>5,703,391</u></u> |

Active Communities – The Active Wellbeing Society

The Active Wellbeing Society Ltd (Active Communities) a charitable community benefit society has received lottery funding from Sport England to invest in selected grassroots projects that focus intensively on a specific local area. The core purpose of the investment is to deliver projects that make it easier for people in these areas to access sport and physical activity.

Eco Hub

The National Lottery, Reaching Communities Buildings Grant - Funds land and buildings projects that help people and communities most in need.

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

Erdington NNS – Birmingham City Council

The delivery of Neighbourhood Network Scheme supports the Council's priority of moving from a crisis response to prevention. Adult Social Care's Vision (2020) is to enable citizens to live independently within their own homes and communities.

Witton Lodge Community Association and Compass Support are working in partnership to support individuals, local organisations, and community groups to develop and deliver activities and services which boost the mental, physical and social wellbeing individuals. The project supports older adults (50+) and younger citizens with a long-term disability and learning difficulties (18-49) through funding, networking and capacity building in the Erdington Constituency.

Care For Carers – Erdington NNS Grant

Carers often feel the challenges of having very little support due to their roles, financial pressure and lack of time for themselves. The Erdington Neighbourhood Network Scheme provides funding to the Care for Carers Group which helps carers to feel more supported, increase their social participation and to maximise their income.

Momentum Project – Domestic Abuse

Part 4 of the Domestic Abuse Act 2021 places a new duty on local authorities to ensure that all victims of domestic abuse have access to the right support within safe accommodation when they need it. WLCA has been commissioned to provide Momentum: wrap-around support for survivors of domestic abuse including counselling, housing support, and financial support around benefits and debt in the Erdington constituency.

Commonwealth Games Celebrating Communities Fund

Working in partnership with The Active Communities Programme (TAWs), Perry Commonwealth Games was held to inspire community members to utilise green spaces in Perry Common – Perry Common Meadows and shows the importance and potential of our parks and green spaces as places to meet, share, stay active, healthy and well.

Kickstart Scheme

Secretary of State for Work and Pensions (DWP) provided grant funding to create jobs for young people at risk of long-term unemployment. The grant helped to provide six months of paid placements for young people, including employability support to develop their work skills and to help them find future employment.

Erdington Baths – Birmingham City Council

Witton Lodge Community Association have secured funding from West Midlands Combined Authority to refurbish the former Erdington Baths as a Community and Enterprise Hub for the benefit of the local community and businesses.

The Hub will provide small-scale, affordable working and meeting space for local SMEs, individuals and residents groups, complemented by specialist advisors to support business start-ups. A range of well-being services and cultural activities for the local community will also be provided.

General Fund

The Trustees have set a policy to hold in general funds an amount which will cover 6 months expenditure. Such time period is considered reasonable to enable the trustees to address any unforeseen issues which might arise without damaging the ability of the charity to continue to deliver its principal objectives. The amount carried forward at 31 March 2023 is based on 6 months budgeted costs for 2023-24.

22. EMPLOYEE BENEFIT OBLIGATIONS

The group contributes to a defined contribution pension scheme on behalf of its employees. The assets of the fund are held separately from those of the group in an independently administered fund. The pension costs charged represents the contributions payable by the group to the fund and amounted to £37,388 (2022: £36,046). Contributions totalling £5,876 (2022: £5,776) were payable to the fund at the balance sheet date and are included in creditors.

23. RELATED PARTY DISCLOSURES

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Board members include trustees nominated by Birmingham City Council. Although the Association is independent of the City Council, the two organisations work closely with each other for the benefit of the designated area.

Some Board Members hold tenancy agreements with the Association on normal terms and cannot use their position to their advantage. The total of rent charged to the Tenant Board members was £6,349 (2022: £12,200). There are no arrears on those tenancies at the year-end (2022: £nil).

During the year ended 31 March 2023 the charity paid a grant of £nil (2022: £3,872) to Urban Devotion Birmingham, a charity in which one of the current trustees of Witton Lodge Community Association, holds a role within key management.