

Registered Number: 03183985

Charity number: 1055036

EMMAUS MOSSLEY
(A Company Limited by Guarantee)

TRUSTEES REPORT AND FINANCIAL STATEMENTS
For the Year Ended 31 MARCH 2022

EMMAUS MOSSLEY
(A Company Limited by Guarantee)

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EMMAUS MOSSLEY
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TRUSTEES' REPORT

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
For the Year Ended 31 March 2022

Trustees

R Al-Hamdani

M Clark

R Davies Deputy Chair

F Hirst

AW Kilburn Chair

C Lyness

I Williamson Company Secretary

S Bardsley

R McCallum

D Chauhan Treasurer

A Ritchie

Company registered number

03183985

Charity registered number

1055036

Registered and principal office

Longlands Mill, Queen Street, Mossley, Ashton-under-Lyne, OL5

Company secretary

I Williamson

Key management personnel

Director – A Hill

Community Leader – H Barlow (until July 2021)

Community Manager – M Lynott (from February 2022)

Retail Manager – H Hodgkinson

Finance Officer – A France

Independent examiner

Community Accountancy Service Limited, The Grange, Pilgrim Drive, Beswick, Manchester, M11 3TQ

Bankers

The Co-operative Bank, 1 Balloon Street, Manchester, M60 4EP

CAF Bank Ltd, 25 Kings Hill Avenue, West Malling, Kent, MW19 4JQ

Scottish Widows, 67 Morrison Street, Edinburgh, EH3 8YJ

EMMAUS MOSSLEY
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TRUSTEES' REPORT

The Trustees (who are also directors of the charity for the purposes of the Companies Act) present their annual report together with the audited financial statements of Emmaus Mossley Limited (the charity) for the year ended 31st March 2022. The Trustees confirm that the Annual Report and financial statements of the charity comply with the current statutory requirements of the charity's governing documents and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities 2019".

Emmaus Mossley is a charitable company limited by guarantee, constituted under its Memorandum and Articles of Association dated 10 April 1996 as amended on 19 January 1999, 17 October 2000 and 22 November 2018.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Objectives and activities

The aims of Emmaus Mossley are to alleviate and relieve poverty, hardship, distress and to provide accommodation for the poor and homeless for the public benefit. This is achieved by providing a home, meaningful work, training, and support at Longlands Mill, Mossley.

The main activity is resourced by revenue earned from a social enterprise based on recycling and from housing benefit. The former earned us £514,965 in the past financial year. Whilst housing benefit brought in £123,548 in the year ending 31 March 2022.

The sums raised primarily support a staff team which covers companion support, the successful operation of the social enterprise and administrative support, this cost £278,398 in the past year.

We measure success for companions in relation to our aims as follows:

- a) The number of homeless people helped by Emmaus Mossley in a year 35 compared to 30 in 2020/21).
- b) Occupancy rates. The target occupancy is 95% and this year we averaged 85% (95% for 2020/21).
- c) Successful completion of training courses:

	2021/22	2020/21
Manual handling	7	5
ESOL	0	1
Employability Course	0	5
Mental Health Awareness	1	1
CBT	0	1
Adult Safeguarding	0	0
Employability Pathways	4	0
GCSE English	1	0
GCSE Maths	1	0
Level 3 Food Safety & Hygiene	2	2
Drug & Alcohol Awareness	1	0
Health & Safety at Work	3	0
Health & Safety for Operatives	1	0
Digital Skills	1	0
Searching for Jobs Level 2	1	0
COSHH Training	3	0

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Painting & Decorating	1	0
CSCS	1	0
BTEC Level 1: Construction	1	0
BTEC Level 1: Health & Safety in Construction	1	0
Environment	1	0

- d) Achieving successful move into employment and other accommodation (14 companions left during the year compared to 6 in the previous year).
- e) Emmaus UK have undertaken a new strategic review. Emmaus Mossley participated in this work and agreed to an independent governance review. Trustees have agreed a programme of work to ensure progress and achievement of best practice in accordance with NCVO guidelines.

Solidarity. "Serve those who are less fortunate before yourself. Serve first those who suffer most". (Emmaus Mossley manifesto).

Solidarity with those in need is one of the primary purposes of Emmaus Mossley and during the year the community has continued its commitment to the relief of poverty and homelessness at home and abroad not only through solidarity payments (£3,179 in 2021/22 compared to £5,570 in 2020/21) but also acts of solidarity amounting to (424 companion hours in 2021/22 and 229 companion hours in 2020/21) and donated goods (this amounts to £3,560 in 2021/22 and £1,850 in 2020/21). Solidarity grants are awarded after consideration by the Solidarity Committee.

It is intended to produce an impact report in future to allow a more detailed reporting analysis.

Trustees have reviewed the Charity Commission's published guidance on public benefit requirements in light of recent events to ensure that it is complying with best practice.

Emmaus Mossley benefits from the invaluable support of on average 28 volunteers who assist in many areas of the social enterprise which provides revenue to support our charitable activities, they provide support in the workshop area, an upcycling group, driver collections, valuing and sorting donations, manning the collectables retail area and with IT support.

Achievements and performance

The non-financial highlights of the year are contained within the above objectives and activities paragraphs.

We have started the year with 24 companions on 1 April 2021. 12 arrived during the year and 14 left, leaving us with 22 companions at 31 March 2022.

In addition to helping the above companions from being homeless we ran a total of 17 courses with 30 in attendance, this is without taking into account the solidarity sums outlined above.

Financial Review

On a total funds' basis, we made a profit of £222,576. This represents a continuing improvement on previous recent years (profit in 2020/21 £35,482, profit in 2019/20 £52,554).

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The budget for 2022/23 currently shows a surplus of £4,748 which is working towards our aim of financial sustainability. We intend to review this in the light of the pandemic and our new Business Plan will reflect our aspirations.

Reserves policy

Emmaus Mossley recognises the need to maintain an adequate level of unrestricted reserves to secure the organisations future viability. The board's policy is that a reasonable level of reserves is required for the following reasons:

- To absorb short term setbacks such as reduction in income or unexpected expenditure.
- To finance further working capital costs such as improvements and additions to retail areas to expand the social enterprise.
- To cover the working capital required to fund uneven flows of income and expenditure.
- To cover the costs of investing in staff training and development.
- To improve services and the efficiency of the charity and to retain employees.
- To cover the costs of developing new services.
- To set aside funds for investments in appropriate capital assets such as workshop or IT equipment and premises requirements.

The need for reserves has to be balanced against the following factors:

- The need to be seen as a responsible charity by local and central government, sponsors, and the Charity Commissioners.
- The need to avoid the accusation of creating excessive surpluses or accumulating large surpluses for which there is no future planned requirements or that bears no relation to the organisation's charitable aims.

In line with this policy there is a designated contingency fund of £210,000, which is roughly equivalent to 6 months of unrestricted expenditure, a building and development fund of £139,019 and an environmental improvements fund of £75,000.

There is a further designated fund set aside to improve the position of companions at Emmaus Mossley, this amounts to £43,641 at 31st March 2022.

There is a further £135,651 of unrestricted funds held as free reserves. The organisation is aiming to retain sufficient reserves to meet contingencies and liabilities and this amount is to be reviewed annually. The Board has always aimed to retain sufficient reserves to meet contingencies and liabilities. Trustees are acutely aware of the need to balance an approach to reserves which recognises key risks but also emphasises an approach to expenditure and investment consistent with our overall aims and objectives.

Going concern

After making appropriate enquiries the trustees have a reasonable expectation that the charity has adequate resources to continue in operation existence for the foreseeable future. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

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Future plans

Emmaus Mossley is currently reviewing priorities in the light of the continuing impact of the pandemic, Covid 19. A new Business Plan is in preparation which will identify specific capital investment priorities essential for the continuing development and growth of the organisation over the next three to five years. Reserves will be allocated and adjusted accordingly with a view to releasing surplus funds to meet our overall objectives. In particular there is an intention to increase Solidarity expenditure in the short to medium term (1 – 3 years). There is an immediate priority to complete the warehouse development project and also to place an increasing emphasis on the development of online sales.

Risk management

Emmaus Mossley has based its risk management policy on that developed by Emmaus UK. The major areas of risk are identified as:

- The income from sales and housing benefit on which the project relies might reduce with consequences for cash flow and payroll commitment.
- General financial risks such as sudden high expenditure (e.g., need to make building repairs): operational risks such as programme performance, staff skills and IT systems. External risks including the need to comply with employment legislation and the risks associated with giving assistance to third parties.
- The risk of injury to a person who would be eligible for compensation. The possibility of a person or organisation taking the board to court which would create the need to employ legal expert to prepare and conduct a defence.
- Loss of key personnel.
- Welfare reform changes with the introduction of Universal Credit.

Risk management is central to the work of the board and informs key business decisions at every stage. By way of example, a building survey and an independent retail assessment have informed decisions in relation to investment priorities. The drive to increase income is of paramount importance if self-sustainability is to be achieved. This will in turn allow for a more generous distribution of funds to meet our charitable objectives.

Structure, governance, and management

The board of trustees of Emmaus Mossley are responsible for its governance, activities, assets and working practice as laid down in its constitution and governance documents.

Trustees have final responsibility for the management of Emmaus Mossley and are responsible for policy decisions. Staff are responsible for the operational implementation of policy decisions and for the day to day running of the community.

Trustees have an agreed policy and procedure for the recruitment, induction and training of trustees and recognise the need for a board with a diverse range of relevant skills, experience, and knowledge.

Most trustees are already familiar with the practical work of the charity having been encouraged to visit the Community whenever they are able, whether with members of staff or by themselves. It is

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felt that informal conversations with Companions are very useful in judging the success of the Community.

Emmaus Mossley is playing an active and leading role in the development of Emmaus more widely: locally, nationally, and internationally. Specifically, the Evolve Change Programme initiated by Emmaus UK and the publication of the national 5-year strategy document have both been actively supported. As part of the Evolve Programme, Emmaus Mossley have participated in an independent governance review and will initiate changes based on the recommendations.

Trustees are responsible for setting the pay and remuneration of key staff personnel. A remuneration review panel consisting of the Chair, Vice Chair, Treasurer, and company secretary takes into account internal staff salary ranges, local market rates, comparisons with other relevant organisations and benchmarking based on PDR objectives and appraisal. The Panel's recommendations go forward to the full board for consideration and final decision making.

Emmaus Mossley is a company limited by guarantee but is a member of Emmaus UK Federation and takes into account its recommendation when making decisions on adopting policies and procedures. The charity had no fundraising activities requiring disclosure under S162A of the Charities Act 2011. The Trustees are looking to apply the Charity Governance Code, which was published by the Charity Commission in July 2017. The trustees will review the code, the extent to which the charity applies and the code and areas for potential improvement over the coming months.

INVESTMENT POLICY

The Trustees have implemented a conservative policy to invest working capital in interest-bearing accounts. We are currently implementing a policy to ensure that the majority of our funds are covered by the FSA £85,000 deposit guarantee.

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TRUSTEES' REPORT

TRUSTEES' RESPONSIBILITIES STATEMENT

The trustees (who are also the directors of Emmaus Mossley Limited for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

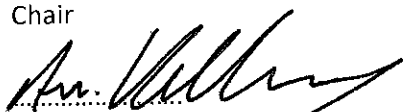
Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing the financial statements, the trustees are required to:

- Select suitable accounting principles and then apply them consistently;
- Observe the methods and principles in the applicable Charities SORP;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements;
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

A.W. KILBURN

Chair



Date: 15th August 2022

Independent examiner's report to the trustees of EMMAUS MOSSLEY

I report on the accounts of the company for the year ended 31st March 2022, which are set out on pages 9 to 25.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity is required by company law to prepare accrued accounts and I am qualified to undertake the examination by being a qualified member of The Association of Chartered Certified Accountants.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act ;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006, ; and
 - with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

AM King FCCA *A M King*
 Community Accountancy Service Ltd
 The Grange, Pilgrim Drive, Beswick, Manchester, M11 3TQ

Date: 15th August 2022

STATEMENT OF FINANCIAL ACTIVITIES
(incorporating an Income and Expenditure Account)
For The Year Ended 31 March 2022

		Unrestricted Funds	Restricted Funds	Total Funds 2022	Total Funds 2021
	Further Details	£	£	£	£
INCOME FROM:					
Donations and legacies	(3)	9,353	-	9,353	27,605
Charitable Activities	(4)	667,925	98,666	766,591	530,159
Investment Income	(5)	59	-	59	201
TOTAL INCOMING RESOURCES		677,337	98,666	776,003	557,965
EXPENDITURE ON:					
Charitable Activities	(6)	444,852	108,575	553,427	522,483
TOTAL RESOURCES EXPENDED		444,852	108,575	553,427	522,483
NET INCOME / (EXPENDITURE)		232,485	(9,909)	222,576	35,482
RECONCILIATION OF FUNDS:					
Brought forward		710,434	335,023	1,045,457	1,009,975
Transfers between funds		-	-	-	-
Carried forward	(18)	942,919	325,114	1,268,033	1,045,457

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 12 to 25 form part of these financial statements.

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BALANCE SHEET
As at 31 March 2022

Company Registration Number: 03183985


	Notes	2022 £	2021 £
Fixed assets:			
Tangible assets	(12)	P 672,826	522,688
Total fixed assets		672,826	522,688
Current assets:			
Debtors	(13)	96,942	19,522
Cash at Bank & in Hand		G 634,721	587,002
Total current assets		F 731,663	606,524
Liabilities:			
Creditors: Amounts falling due within one year	(14)	H (136,456)	(38,168)
Net current assets or liabilities		595,207	568,356
Total assets less current liabilities		1,268,033	1,091,044
Creditors: Amounts falling due after more than one year	(16)	W -	(45,587)
Total net assets or liabilities		1,268,033	1,045,457
The funds of the charity:			
Restricted income funds	(18)	J 325,114	335,023
Unrestricted income funds	(18)	K 942,919	710,434
Total charity funds		L 1,268,033	1,045,457

For the period in question the company was entitled to the exemption conferred by section 477 of the Companies Act 2006, and that no notice has been deposited under section 476 in relation to its accounts for the financial year; and the directors acknowledge their responsibilities for:

- complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102.

The financial statements were approved and authorised for issue by the Trustees on 15th August 2022 and signed on their behalf by:


RW Kilburn Chair

The notes on pages 12 to 25 form part of these financial statements.

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022**

	2022	2021
	£	£
Cash flows from operating activities	226,567	126,763
Net cash provided by operating activities		
Cash flows from investment activities:		
Dividends and interest from investments	59	201
Purchase of property, plant and equipment	(178,907)	(2,250)
Net cash applied to investing activities	<u>(178,848)</u>	<u>(2,049)</u>
Change in cash and cash equivalents during the year	47,719	124,714
Cash and cash equivalents at the beginning of the year	587,002	462,288
Cash and cash equivalents at the end of the year	<u>634,721</u>	<u>587,002</u>

NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net outgoing resources	222,576	35,482
Depreciation of tangible fixed assets	28,769	19,552
Investment income	(59)	(201)
Decrease/(increase) in debtors	(77,420)	3,659
Increase/(decrease) in creditors	52,701	68,271
Net cash provided by operating activities	<u>226,567</u>	<u>126,763</u>

The notes on pages 12 to 25 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

1. GENERAL INFORMATION

Emmaus Mossley is a registered charity operating from Longlands Mill, Mossley to provide a Community and support under the worldwide Emmaus model.

The charity is a company limited by guarantee and is incorporated in England and Wales. The address of its registered office is Longlands Mill, Queen Street, Ashton-under-Lyne, OL5 9AH. The trustees consider the charity to be a public benefit entity.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), 'Accounting and Reporting by Charities' published in 2019, the Companies Act 2006 and Financial Reporting Standard 102 (FRS 102).

the trustees have reviewed the level of reserves available to the charity and consider it appropriate for the charity to prepare its accounts on the going concern basis. The current level of reserves takes into account the risk posed by falling levels of Housing Benefit and the potential future loss of that income stream with the government changes to the welfare system and the introduction of Universal Credit.

2.2 TANGIBLE FIXED ASSETS AND DEPRECIATION

All assets costing more than £1,000 are capitalised.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold Property & Fixtures	2% - 15% straight line
Motor Vehicles	25% reducing balance
Office Equipment	20% - 33% straight line

2.3 COMPANY STATUS

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

2.4 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements. There are 10 restricted funds. Investment income, gains and losses are allocated to the appropriate fund.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

2.5 INCOMING RESOURCES

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Donated services or facilities, which comprise donated services, are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

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.

2.6 RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Emmaus Mossley. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

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 are noted as a commitment but not accrued as expenditure.

2.7 GRANT MAKING POLICY

Grants are recognised in the accounting period in which the decision is made to award the grant.

2.8 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest rate method, less any impairment.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

2. ACCOUNTING POLICIES (continued)

2.9 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.10 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 on a transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at an amortised cost using the effective interest method.

2.11 CREDITORS

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest rate method.

2.12 JUDGMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

(i) Useful economic lives of tangible assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 12 for the carrying amount of the property, plant and equipment and note 2.2 for the useful economic lives for each class of assets.

(ii) Impairment of debtors

The company makes an estimate of the recoverable value of trade and other debtors.

When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience. See note 13 for the net carrying amount of the debtors.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

3. DONATIONS AND LEGACIES

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Donations and Gift Aid	9,353	-	9,353	27,605
	9,353	-	9,353	27,605

Previous reporting period

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £
Donations and Gift Aid	27,605	-	27,605
	27,605	-	27,605

4. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Football Income	-	-	-	88
Garden Project Income	-	-	-	456
Housing Benefit	123,548	-	123,548	141,420
Local Authority Rooms	-	-	-	13,612
Student Placement Fees	630	-	630	-
Emmaus UK	28,122	-	28,122	-
Rental Income	660	-	660	-
Trading Income	514,965	-	514,965	209,392
Small Grants	-	-	-	53,719
Restricted Grants:				
National Lottery Covid 19	-	-	-	83,994
The Clothworkers Foundation	-	40,000	40,000	-
Garfield Weston	-	17,000	17,000	-
Emmaus UK Warehouse	-	30,000	30,000	-
Government BBILS Interest	-	-	-	625
HMRC CJRS	-	4,523	4,523	26,471
Tameside MBC	-	3,143	3,143	-
Tameside MBC Restart	-	4,000	4,000	-
Asda	-	-	-	382
	667,925	98,666	766,591	530,159

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

4. INCOME FROM CHARITABLE ACTIVITIES

Previous reporting period

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £
Football Income	88	-	88
Garden Project Income	456	-	456
Housing Benefit	141,420	-	141,420
Local Authority Rooms	13,612	-	13,612
Trading Income	209,392	-	209,392
Small Grants	53,719	-	53,719
Restricted Grants:			
National Lottery Covid 19	-	83,994	83,994
Government BBILS Interest	-	625	625
HMRC CJRS	-	26,471	26,471
Asda	-	382	382
	418,687	111,472	530,159

5. INVESTMENT INCOME

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Bank Interest	59	-	59	201
	59	-	59	201

Previous reporting period

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £
Bank Interest	201	-	201
	201	-	201

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

6. EXPENDITURE ON CHARITABLE ACTIVITIES

	Notes	Provision of Services to Homeless Persons 2022 £	Total Funds 2022 £	Total Funds 2021 £
Building Repairs & Maintenance		9,629	9,629	14,300
Cleaning & Hygiene		1,571	1,571	3,852
Council Tax		1,724	1,724	1,469
Depreciation		28,769	28,769	19,552
Minor Equipment		548	548	1,965
Insurance		8,854	8,854	8,267
Pest Control		-	-	4,992
Rates		1,487	1,487	-
Security		43	43	178
Servicing		10,424	10,424	9,291
Utilities		38,319	38,319	44,347
Waste Disposal		1,832	1,832	431
Community Expenses		1,581	1,581	1,625
Subscriptions		6,821	6,821	11,583
Solidarity (Grants to Institutions)	(8)	3,179	3,179	5,570
Companions Expenses		105,115	105,115	99,339
Governance Costs	(7)	1,987	1,987	1,125
Trading Costs		24,727	24,727	5,835
Wages & Salaries		278,398	278,398	267,348
Travel		315	315	33
Volunteer Expenses		311	311	143
Vehicle Running Costs		11,985	11,985	8,985
Support Costs	(7)	15,808	15,808	12,253
		<u>553,427</u>	<u>553,427</u>	<u>522,483</u>
Restricted funds			108,575	9,907
Unrestricted funds			<u>444,852</u>	<u>512,576</u>
			<u>553,427</u>	<u>522,483</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

7. SUPPORT AND GOVERNANCE COSTS

	Provision of services to Homeless Persons 2022 £	Total 2022 £	Total 2021 £
Support costs			
Bank Charges	5,207	5,207	3,053
Loan Interest	912	912	625
Printing, postage and stationery	1,163	1,163	547
Office costs	2,938	2,938	3,416
Payroll costs	1,079	1,079	949
Repairs and maintenance	-	-	89
Telephone	4,509	4,509	3,574
TOTAL SUPPORT COSTS	15,808	15,808	12,253
Governance costs			
Accountancy fees	1,386	1,386	1,104
Legal and professional	571	571	-
Trustees' costs	30	30	21
TOTAL GOVERNANCE COSTS	1,987	1,987	1,125

8. GRANTS TO INSTITUTIONS (SOLIDARITY)

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Provision of services to Homeless Persons	3,679	-	3,679	4,170
Relief of Poverty	(500)	-	(500)	1,400
	3,179	-	3,179	5,570

	Total 2022 £	Total 2021 £
Livingstone Primary School	-	200
UK Education & Faith Foundation	100	-
London Legal Support Trust	50	-
Fairtrade Mossley	150	-
Micklehurst All Saints Primary School	-	200
Emmaus UK	3,133	800
Milton St John Primary School	-	200
Richard Travel	46	-
Save the Children	-	500
St George's Primary School	-	200
St Joseph's Primary School	-	200
Disasters Emergency Fund	500	500
South Staffordshire Refunded	(5,000)	-
Action Together	200	-
St John's Chrysostoms Parish Church	200	200
Sightsavers	-	-
Freedom from Torture - cheque not cashed	(200)	740
Tameside Women's Refuge	-	430
Emmaus South Manchester	3,000	300
The Children's Society	-	200
Mossley Food Bank	500	700
Solidarity Vouchers for Schools	500	200
	3,179	5,570

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

8. SUMMARY BY FUND TYPE

	Activities undertaken directly 2022 £	Grant funding of Activities 2022 £	Support Costs 2022 £	Total 2022 £	Total 2021 £
Provision of services to Homeless Persons	534,440	3,679	15,808	553,927	521,083
Relief of Poverty	-	(500)	-	(500)	1,400
	<u>534,440</u>	<u>3,179</u>	<u>15,808</u>	<u>553,427</u>	<u>522,483</u>

9. DIRECT AND TOTAL COSTS

	Provision of services to Homeless Persons 2022 £	Total 2022 £	Total 2021 £
Trading costs	36,712	36,712	14,820
Companion costs	116,696	116,696	118,117
Property costs	74,431	74,431	89,092
Employee & Volunteer Costs	279,024	279,024	267,524
Depreciation	28,769	28,769	19,552
Direct costs	<u>535,632</u>	<u>535,632</u>	<u>509,105</u>
Support costs	15,808	15,808	12,253
Governance costs	1,987	1,987	1,125
Total costs	<u>553,427</u>	<u>553,427</u>	<u>522,483</u>

10. NET INCOMING RESOURCES/(RESOURCES EXPENDED)

This is stated after charging:

	2022 £	2021 £
Depreciation of tangible fixed assets owned by the charity	28,769	19,552
Accountancy fees	1,386	1,104
	<u>28,769</u>	<u>19,552</u>

During the year, no trustees received any remuneration or benefits in kind. Expenses reimbursed are disclosed in note 20.

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

11. STAFF NUMBERS AND COSTS

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

	2022 No.	2021 No.
Management and administration staff	4	3
Direct charitable staff	7	7
	11	10

No employee received remuneration amounting to more than £60,000 in either year.

	2022 £	2021 £
Wages and Salaries	249,079	238,467
Holiday Pay Accrual	3,871	5,223
Emmaus UK	2,500	2,083
Social Security Costs	17,818	16,786
Pension Costs	5,130	4,789
	278,398	267,348
Charitable activities	278,398	267,348
Support costs	-	-
	278,398	267,348

The pension costs relate to the Emmaus Mossley Stakeholder Pension Scheme 72469 with Group Solutions Administration, The Co-operative Group, PO Box 4254, Miller Street, Manchester, M60 3WF. This is a money purchase scheme where staff members who want to take part pay in 3% of their salary and Emmaus Mossley matches this. There is no commitment on the charity's behalf beyond this.

With effect from 1 November 2016 the charity has also begun to make contributions to the auto-enrolment NEST scheme, a defined contribution scheme, for employees not previously included in other pension schemes.

The total remuneration of key management personnel, as disclosed on page 1, is £118,224 (2021: £139,659).

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

12. TANGIBLE FIXED ASSETS

	Freehold Property	Motor Vehicles	Office Equipment	Total
Cost	£	£	£	£
At 1 April 2021	1,145,887	42,980	48,848	1,237,715
Additions	172,688	-	6,219	178,907
Disposals	-	-	-	-
At 31 March 2022	1,318,575	42,980	55,067	1,416,622
Depreciation				
At 1 April 2021	628,774	40,166	46,087	715,027
Charge for Year	25,232	704	2,833	28,769
Eliminated on Disposals	-	-	-	-
At 31 March 2022	654,006	40,870	48,920	743,796
NET BOOK VALUE				
At 31 March 2022	664,569	2,110	6,147	672,826
At 31 March 2021	517,113	2,814	2,761	522,688

13. DEBTORS

	2022	2021
	£	£
Other Debtors	88,850	13,903
Prepayments and Accrued Income	8,092	5,619
	96,942	19,522

Debtors and prepayments related to restricted funds £nil (2021: £nil), and unrestricted funds £96,942 (2021: £19,522)

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Loans	97,588	4,413
Trade Creditors	10,549	6,091
Other Creditors	3,078	3,342
Social Security and Other Taxes	100	3,581
Holiday Pay Accrual	3,871	5,223
Deferred Income	19,830	14,414
Accruals	1,440	1,104
	<u>136,456</u>	<u>38,168</u>

15. DEFERRED INCOME

Deferred income comprises grants and other income that covers a period beyond the year end

Balance as at 1 April 2021	14,414
Amount released to income earned from charitable activities	(14,414)
Amount deferred in year	19,830
Balance at 31 March 2022	<u>19,830</u>

16. CREDITORS: AMOUNTS FALLING AFTER MORE THAN ONE YEAR

	2022	2021
	£	£
Bounce Back Loan	-	45,587
Emmaus UK Loan	-	-
	<u>-</u>	<u>45,587</u>

17. FINANCIAL INSTRUMENTS

	2022	2021
	£	£
Financial assets measured at amortised cost	731,663	606,524
Financial liabilities measured at amortised cost	<u>136,456</u>	<u>38,168</u>

Financial assets consist of cash and other debtors.

Financial liabilities consist of trade creditors, other creditors and accruals.

18. STATEMENT OF FUNDS

Analysis of movements in unrestricted funds

	Balance at 1 April 2021	Incoming Resources	Resources Expended	Transfers	Balance at 31 March 2022
	£	£	£	£	£
General Funds	362,774	677,337	(364,852)	(200,000)	475,259
Designated Funds:					
Building & Development Fund	85,000	-	(80,000)	134,019	139,019
Development Fund	9,019	-	-	(9,019)	-
Environmental Improvements Fund	-	-	-	75,000	75,000
The Shaw Fund	43,641	-	-	-	43,641
Contingency Fund	210,000	-	-	-	210,000
	<u>347,660</u>	-	(80,000)	200,000	467,660
Total Unrestricted Funds	<u>710,434</u>	<u>677,337</u>	<u>(444,852)</u>	<u>-</u>	<u>942,919</u>

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

18. STATEMENT OF FUNDS continued

Analysis of movements in unrestricted funds

Previous reporting period

Analysis of movements in unrestricted funds

	Balance at 1 April 2020	Incoming Resources	Resources Expended	Transfers	Balance at 31 March 2021
	£	£	£	£	£
General Funds	377,385	446,493	(399,286)	(61,818)	362,774
Designated Funds:					
Building Fund	85,000	-	-	-	85,000
Development Fund	9,019	-	-	-	9,019
The Shaw Fund	43,641	-	-	-	43,641
Contingency Fund	150,000	-	-	60,000	210,000
	287,660	-	-	60,000	347,660
Total Unrestricted Funds	665,045	446,493	(399,286)	(1,818)	710,434

Analysis of movements in restricted funds

	Balance at 1 April 2021	Incoming Resources	Resources Expended	Transfers	Balance at 31 March 2022
	£	£	£	£	£
Tudor Trust (Land Purchase)	75,000	-	-	-	75,000
Tudor Trust Building Purchase)	36,490	-	(1,500)	-	34,990
English Partnership	53,720	-	(2,060)	-	51,660
National Lottery	169,813	-	(6,349)	-	163,464
The Clothworkers Foundation	-	40,000	(40,000)	-	-
Garfield Weston	-	17,000	(17,000)	-	-
Emmaus UK Warehouse	-	30,000	(30,000)	-	-
HMRC CJRS	-	4,523	(4,523)	-	-
Tameside MBC	-	3,143	(3,143)	-	-
Tameside MBC Restart	-	4,000	(4,000)	-	-
	335,023	98,666	(108,575)	-	325,114

Previous reporting period

Analysis of movements in restricted funds

	Balance at 1 April 2020	Incoming Resources	Resources Expended	Transfers	Balance at 31 March 2021
	£	£	£	£	£
Tudor Trust (Land Purchase)	75,000	-	-	-	75,000
Tudor Trust Building Purchase)	37,990	-	(1,500)	-	36,490
English Partnership	55,780	-	(2,060)	-	53,720
National Lottery	176,160	-	(6,347)	-	169,813
National Lottery Covid 19	-	83,994	(85,812)	1,818	-
Government BBILS Interest	-	625	(625)	-	-
HMRC CJRS	-	26,471	(26,471)	-	-
Asda	-	382	(382)	-	-
	344,930	111,472	(123,197)	1,818	335,023

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

18. STATEMENT OF FUNDS (continued)

Purposes of restricted funds:

Tudor Trust, English Partnership and National Lottery funds represent the depreciation cost in respect of capital costs of purchasing and establishing the Community at Longlands Mill.

The Clothworkers Foundation	for the warehouse project
Garfield Weston	for the warehouse project
Emmaus UK Warehouse	for the warehouse project
HMRC CJRS	for salary costs
Tameside MBC	for business costs
Tameside MBC Restart	for business costs

Purposes of designated funds:

A designated fund has been set aside to improve the position of the Companions at Emmaus Mossley, following the receipt of a legacy from Mr and Mrs Shaw in the year ended 31 March 2008 of £78,173. This currently stands at £43,641.

A second designated fund, the contingency fund, has been established for £210,000, equivalent to 3 months of unrestricted expenditure in line with the trustees' reserves policy.

A development fund has been created to ensure that there are funds available to aid the growth of the trading side of the charity's activities. This will be spent in the next twelve months.

A building fund has been designated to allow funds to be earmarked for future capital projects. This will be spent in the next financial year.

Purposes of unrestricted funds:

Free reserves = £135,651

The balance of unrestricted funds fund the depreciation cost in respect of capital costs of purchasing and establishing the Community at Longlands Mill.

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds 2022 £	Designated funds 2022 £	Restricted funds 2022 £	Total 2022 £
Tangible fixed assets	339,608	4,052	329,166	672,826
Cash at bank and in hand	175,165	463,608	(4,052)	634,721
Other net current assets/(liabilities)	(39,514)	-	-	(39,514)
Total	475,259	467,660	325,114	1,268,033

Previous reporting period

	Unrestricted funds 2021 £	Designated funds 2021 £	Restricted funds 2021 £	Total 2021 £
Tangible fixed assets	182,507	5,158	335,023	522,688
Cash at bank and in hand	244,500	342,502	-	587,002
Other net current assets/(liabilities)	(64,233)	-	-	(64,233)
Total	362,774	347,660	335,023	1,045,457

NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2022

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS continued

FREE RESERVES

	2022	2021
	£	£
Unrestricted Funds	942,919	710,434
Held as Fixed Assets	(339,608)	(182,507)
Available funds	<u>603,311</u>	<u>527,927</u>
Designated funds:		
Building & Development Fund	(139,019)	(85,000)
Development Fund	-	(9,019)
Environmental Improvements Fund	(75,000)	-
Shaw Fund	(43,641)	(43,641)
Contingency Fund	<u>(210,000)</u>	<u>(210,000)</u>
Free Reserves	<u><u>135,651</u></u>	<u><u>180,267</u></u>

20. TRUSTEES' EXPENSES

Trustees were reimbursed in the period for travel and subsistence costs incurred on behalf of the Charity for 2022 £nil (2021: £nil). The trustee expenses in these accounts comprise flowers for a trustee.

21. RELATED PARTY TRANSACTIONS

There were no transactions with related parties that require disclosure in the financial statements.

22. OPERATING LEASE COMMITMENTS

At 31 March 2022 the charity had future minimum lease payments under non-cancellable operation leases, as follows:

	2022	2021
	£	£
Not later than 1 year	6,829	6,465
Later than 1 year and not later than 5 years	<u>13,276</u>	<u>16,300</u>
	<u><u>20,105</u></u>	<u><u>22,765</u></u>