

HOMELESS ACTION
(A Company Limited by Guarantee)
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 MAY 2024

Company Number: 3366712

Registered Charity Number: 1063208

HOMELESS ACTION

Financial Statements For the year ended 30 May 2024

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HOMELESS ACTION

Reference and Administrative Details

For the year ended 30 May 2024

Registered Charity Name:	Homeless Action
Charity Registration Number:	1063208
Company Registration Number:	3366712
Principal Office:	81 Abingdon Street Blackpool Lancashire FY1 1PP
Registered Office:	81 Abingdon Street Blackpool Lancashire FY1 1PP
Trustees:	Mrs L Edwards - Chair Dr M O'Donnell Mr A Oldfield Mr S Robinson Mrs E Warren
Solicitors:	Napthens Jubilee House East Beach Lytham St Annes Lancashire FY8 5FT
Bankers:	Lloyds Bank 25-27 Birley Street Blackpool Lancashire FY1 1EG
Auditor:	Mitchell Charlesworth (Audit) Limited 3rd Floor 44 Peter Street Manchester M2 5GP

HOMELESS ACTION

Trustees' Annual Report

For the year ended 30 May 2024

The Trustees are pleased to present their annual directors' report together with the financial statements of the charity for the year ended 30 May 2024, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. On 10th March 2023 the name of the charity was changed from The Ashley Foundation to Homeless Action.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

The principal objective of the charity throughout the year was the relief of poverty by the provision of accommodation to persons in need and providing support to clients to assist them with the wider issues of homelessness. This was achieved by the operation of 88 (2023: 138) hostel rooms spread across 2 sites (2023: 3) in Blackpool, Sunderland, and Blackburn, (2023 only) and 83 (2023: 83) self-contained Move On flats across 19 sites (2023: 19) in Blackpool and Sunderland. In addition, a further 49 hostel rooms were provided on 1 site in Blackburn in June 23 prior to the termination of the lease and associated management agreement. This facility was operated for all 12 months in 2023. The properties are occupied under differing arrangements including owned and operated, leased and operated and operated on behalf of other parties via management agreements.

In the hostels, daily support is provided to the clients assisting them with daily living skills. The clients in the flats are supported to live independently.

During the Covid pandemic additional accommodation was provided in both Blackpool and Sunderland. The provision of accommodation in Sunderland via creative use of existing accommodation is on-going. In addition, the Charity supported the Severe Weather Emergency Provision requirements of Blackpool Council in the winter of 23-24.

The Charity's Community Café & Hub in Blackpool, which opened in 2019 continues to provide opportunities for clients to experience practical work experience. During the year the use of the premises has been extended to operate evening drop in sessions supported by Blackpool Palatine Rotary Club.

In December 2022, the Charity began providing out of hours security support services to a facility operated by Blackpool Coastal Housing. This provision ceased in November 2023.

The Trustees are clear that the objectives and activities of Homeless Action are carried out for public benefit. They have referred to the guidance contained in the Charity Commission general guidance on public benefit when reviewing the purpose and objectives and when planning the future activities. In particular, the Trustees will consider how planned activities will contribute to the aims and objectives they have set.

Achievements and performance

Provision of accommodation - During the year accommodation was provided for 247 homeless individuals in Blackpool (2023: 253), 162 in Sunderland (2023: 167).

The Charity ceased operations in Blackburn totally on 30th June 2023 following the decision of Islington House not to renew their management agreement.

There continues to be high demand for accommodation from the local authorities in both Sunderland and Blackpool resulting in occupancy levels in both areas.

Partnership working - During the year we continued to work closely with our local authorities and other providers in Blackpool, and Sunderland.

Hostel Developments - In agreement with Blackpool Council, we have purchased additional accommodation to enable us to expand Elm House and provide an additional 18 beds, including disabled facilities and additional recreation facilities for our residents. Work commenced in April 2024 and is expected to be completed in early 2025. See Note 30 for further details.

HOMELESS ACTION

Trustees' Annual Report (Continued)

For the year ended 30 May 2024

Residents Support - During the year we have continued to develop our support provision for our residents, working closely with all our residents to enable them to obtain employment, where appropriate, and to live independently. We have introduced classes in Maths, English, IT skills, budgeting and life skills, alongside recreational activities including gym, boxing, walking and handicrafts. This work has been supported by the grant funding from the Know Your Neighbourhood fund via the Community Foundation, for a 21 month period, awarded in July 2023.

The aim of the grant is to reduce isolation. We are providing support through skills workshops including finance, IT, Life Skills, sports and leisure, volunteering and job training including construction and hair and beauty.

Financial review

The statements of financial activities are set out on page 10 of the financial statements.

Consolidated income for the year was £2,990,502 (2023: £3,343,849), and consolidated expenditure for the year was £2,775,138 (2023: £3,027,107).

The overall consolidated surplus for the year was £215,364 (2023: surplus of £316,742). The surplus on unrestricted funds was £199,744 (2023: £320,635), a decrease of £120,891. The decrease was as a result of lost contribution from the Blackburn hostel and costs incurred in the legal action referred to below. Inflationary pressures are largely recovered in increased rents and service charges

Reserves/Reserves policy

Total reserves as at 30 May 2024 are £3,311,756 (2023: £3,096,392), of which £3,288,421 (2023: £3,088,677) are held in general unrestricted reserves and £23,335 (2023: £7,715) are held in restricted reserves. Within the unrestricted reserves are designated funds totalling £192,286 (2023: £142,026). See note 24 for further details.

Reserves are defined as unrestricted funds that are freely available to spend on charitable purposes. Reserves should be held to service an unexpected need for funds, covering unforeseen day-to-day operational costs, a shortfall in income or to fulfil our obligations. Our reserves policy is designed to reflect the underlying risks facing the charity and to ensure that we have appropriate level of reserves to safeguard our operations and services to homeless people, in particular the opening and initial operating of new buildings. Accordingly, we aim as far as reasonably practicable, to maintain reserve funds of up to six months operational running costs. This policy is reviewed annually. Based on the general reserves of £0.864 million (net of funds represented by property and associated borrowing and designated funds), 3.5 months reserves are in place. The Trustees consider the level of reserves to be sufficient at the moment but continue to review and monitor this.

Going concern

Following a review of the financial position at the date of signing these accounts and projections for the following 12 months the Trustees consider that the charity is a going concern.

Trading subsidiary

The charity's wholly owned subsidiary, SHOP2023 CIC, ceased operating its charity shop in March 2020 as a result of the Covid-19 pandemic, and the lease which ended in August 2021 was not renewed. The Trustees are in the process of applying to Companies House to have the subsidiary company dissolved.

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Trustees' Annual Report (Continued) For the year ended 30 May 2024

Structure, governance, and management

Governing document

The charity was incorporated in May 1997. Homeless Action is a company limited by guarantee governed by its Memorandum and Articles of Association dated 7 May 1997, as amended by special resolutions dated 4 September 1997, 4 January 2000, 5 January 2012, and 11 June 2021.

Governance

Introduction

On 20 March 2020, the Charity Commission opened a statutory inquiry into the affairs of the charity and on 13th January 2023 – published its findings. The report can be found on the Charity Commission website. As a result of this the Charity commenced legal proceedings against Lee Dribben the former CEO of the Charity, and his son Ashley Dribben, a former Trustee of the Charity. These matters are on-going.

In accordance with Articles 31 & 32 of the company's Articles of Association Mrs Lisa Edwards, and Mr Allan Oldfield resigned as Directors in February 2024 and were unanimously re-elected for a further term of office.

Appointment of trustees

Other than in the exceptional circumstances outlined in the Charity Commission Report, when new Trustees are required, positions will be advertised locally, and a formal selection process will take place. This will also involve the potential new trustee(s) visiting local hostels and flats and also attending a trustee meeting to gain an appreciation of the workings of the charity.

Trustee induction and training

Trustee induction involves visits to see the premises and to meet the management and staff teams, together with time spent with the Chief Executive and Senior Managers to better and more fully understand the activities of the charity.

Related parties

In addition to the trustees who served during the year, the Trustees consider the following individuals and organisations to be related parties for the purposes of disclosure of related party transactions: , Mrs W Swift and SHOP2023 CIC.

Details of related party transactions required to be disclosed in accordance with the relevant legislation and guidance can be found in Note 23 on Page 26.

Fundraising standards

The charity does not carry out significant fundraising activities.

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

Directors and Trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees. The trustees who served the company during the period of the report were as follows:

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Trustees' Annual Report (Continued) For the year ended 30 May 2024

Key management personnel: Trustees

Chair: Mrs L Edwards
Dr M O'Donnell
Mr A Oldfield
Mr S Robinson
Mrs E Warren

Key management personnel: Principal staff

Chief Executive Officer: Mrs W Swift

Trustees' responsibilities

The trustees (who are also directors of Homeless Action for the purposes of company law) are responsible for preparing the Trustees' Annual 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departure disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company 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 charitable company and 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Insofar as the current trustees are aware, and subject to the findings of the Charity Commission investigation which commenced on 20 March 2020 into events and transactions during this and previous financial years:

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

Approved by the Board on 6.12.24 and signed on its behalf by:

Mrs L Edwards - Chair
Trustee



HOMELESS ACTION

Independent Auditor's Report to the Members of Homeless Action For the year ended 30 May 2024

Opinion

We have audited the financial statements of Homeless Action for the year ended 30 May 2024 which comprise the Group Statement of Financial Activities, the Group and Parent Company Statement of Financial Position, the Cash Flow Statement and the 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), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (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 the charitable company's affairs as at 30 May 2024 and of its 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 applicable law and International Standards on Auditing (UK) (ISAs (UK)). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and 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 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.

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Independent Auditor's Report to the Members of Homeless Action [Continued] For the year ended 30 May 2024

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. 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. 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 course of 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 Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

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 group 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

HOMELESS ACTION

Independent Auditor's Report to the Members of Homeless Action [Continued] For the year ended 30 May 2024

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees 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 directors 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 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 company or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 an Auditor's Report 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.

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the sector, control environment and business performance;
- the organisation's own assessment of the risks that irregularities may occur either as a result of fraud or error;
- the results of our enquiries of management and members of the Board of Trustees of their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the organisation's documentation of their policies and procedures relating to:
- identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
- detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations; and
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

HOMELESS ACTION

Independent Auditor's Report to the Members of Homeless Action (Continued) For the year ended 30 May 2024

As a result of these procedures, we considered the opportunities and incentives that may exist within the company for fraud and identified the greatest potential for fraud in the following area:

The estimation of the housing benefit accrual. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the organisation operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the House in Multiple Occupation regulations, and the Selective Licensing schemes.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These included Data Protection Regulations.

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

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 Auditor's 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.



Jamielee Johnston (Senior Statutory Auditor)
For and on behalf of Mitchell Charlesworth (Audit) Limited
Chartered Accountants and Statutory Auditors
3rd Floor
44 Peter Street
Manchester
M2 5GP

12 December 2024

HOMELESS ACTION

Consolidated Statement of Financial Activities (Including Consolidated Income and Expenditure Account) For the year ended 30 May 2024

	Notes	Restricted Funds £	Unrestricted Funds £	Total Funds 2024 £	Restricted Funds £	Unrestricted Funds (Restated) £	Total Funds 2023 (Restated) £
Income							
Donations and legacies	5	141,279	3,713	144,992	42,650	5,813	48,463
Income from charitable activities:							
Operation of accommodation and café	6	-	2,808,793	2,808,793	-	3,281,113	3,281,113
Income from other trading activities							
Commercial trading operation	7	-	-	-	-	-	-
Investment income - bank interest	8	-	27,385	27,385	-	9,713	9,713
Rental income		-	9,332	9,332	-	4,560	4,560
Total incoming resources		141,279	2,849,223	2,990,502	42,650	3,301,199	3,343,849
Expenditure							
Cost of raising funds:							
Commercial trading operation	7	-	-	-	-	-	-
Expenditure on charitable activities:							
Operation of accommodation and café	9	(125,659)	(2,649,479)	(2,775,138)	(46,543)	(2,980,564)	(3,027,107)
Total expenditure		(125,659)	(2,649,479)	(2,775,138)	(46,543)	(2,980,564)	(3,027,107)
Transfers							
		-	-	-	-	-	-
Net incoming resources for the year		15,620	199,744	215,364	(3,893)	320,635	316,742
Total funds brought forward		7,715	3,088,677	3,096,392	11,608	2,768,042	2,779,650
Total funds carried forward		23,335	3,288,421	3,311,756	7,715	3,088,677	3,096,392

The Statement of Financial Activities includes all gains and losses in the year and therefore a Statement of Total Recognised Gains and Losses has not been prepared.

The notes on pages 13 to 31 form part of these financial statements

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Consolidated Balance Sheet

As at 30 May 2024

	Notes	Group 2024 £	Group 2023 (Restated) £	Charity 2024 £	Charity 2023 (Restated) £
Fixed assets					
Tangible assets	17	2,528,720	2,448,142	2,528,720	2,448,142
Investments	18	-	-	1	1
Total fixed assets		2,528,720	2,448,142	2,528,721	2,448,143
Current assets					
Debtors	19	300,456	408,659	300,456	408,659
Cash at bank and in hand		972,502	756,269	971,129	754,896
Total current assets		1,272,958	1,164,928	1,271,585	1,163,555
Creditors: Amounts falling due within one year	20	(209,426)	(220,201)	(208,346)	(219,121)
Net current assets		1,063,532	944,727	1,063,239	944,434
Total assets less current liabilities		3,592,252	3,392,869	3,591,960	3,392,577
Creditors: Amounts falling due after more than one year	21	(280,496)	(296,477)	(280,496)	(296,477)
Net assets		3,311,756	3,096,392	3,311,464	3,096,100
The funds of the charity					
Restricted income funds	25	23,335	7,715	23,335	7,715
Unrestricted income funds	24	3,288,421	3,088,677	3,288,129	3,088,385
Total funds		3,311,756	3,096,392	3,311,464	3,096,100

For the year ended 30 May 2024 the group was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies but as this company is a charity, it is subject to audit under the Charities Act 2011.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the Board of Trustees on 6-12-24 2024 and are signed on their behalf by:

Mrs L Edwards
Chair of Trustees

Charity Number: 1063208 Company Number: 3366712

The notes on pages 13 to 31 form part of these financial statements

HOMELESS ACTION

Statement of Cash Flows

For the year ended 30 May 2024

	Notes	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Cash generated from/(used in) operating activities	28	340,586	170,050	340,586	170,050
Cash flow from investing activities					
Interest income		27,385	9,713	27,385	9,713
Purchase of tangible fixed assets		(136,505)	(179,469)	(136,505)	(179,469)
Cash flow from investing activities		(109,120)	(169,756)	(109,120)	(169,756)
Cash flow from financing activities					
Repayments of loans		(15,233)	(17,338)	(15,233)	(17,338)
Cash used in financing activities		(15,233)	(17,338)	(15,233)	(17,338)
Decrease in cash and cash equivalents in the year		216,233	(17,044)	216,233	(17,044)
Cash and cash equivalents at the beginning of the year		756,269	773,313	754,896	771,940
Total cash and cash equivalents at the end of the year		972,502	756,269	971,129	754,896

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

1. Company information

Homeless Action is a private company limited by guarantee, domiciled and incorporated in England and Wales. The registered office is 81 Abingdon Street, Blackpool, Lancashire, FY1 1PP.

2. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

(a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) - (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

Homeless Action meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant Accounting Policy note(s).

(b) Group financial statements

The financial statements consolidate the results of the charity and its wholly owned subsidiary Shop2023 CIC on a line by line basis. A separate statement of financial activities and Income and Expenditure Account for the charity has not been presented because the charity has taken advantage of the exemption afforded by Section 408 of the Companies Act 2006.

(c) Going Concern

At the time of approving the financial statements the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

(d) Funds structure

- 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.
- Restricted funds are funds subject to specific restrictive conditions imposed by the donor or by the purpose of the contract / monies received. The purpose and use of restricted funds is set out in note 24 to the financial statements.
- Designated funds are funds which have been allocated or designated for specific purposes by the charity out of unrestricted funds.

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

2. Accounting policies [Continued]

(e) Income recognition

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received, and the amount can be measured reliably.

Income from donations and grants that provide core funding or are of a general nature is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received, and the amount can be measured reliably and is not deferred. Grants are deferred to future periods only when this is specified by the funder or other preconditions of the fund are not yet met.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably, and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Investment income is recognised on a receivable basis.

(f) Service agreements and management agreements

The charity has service agreements in place with other similar organisations. The income from these agreements is shown on a gross basis with expenditure included in Expenditure on Charitable Activities.

The charity has management agreements in place with Falcon Housing Association CIC to manage the provision of accommodation for the homeless in properties in Sunderland. Falcon is the leaseholder of these properties. The terms of the agreements result in the charity receiving income from Falcon equal to the amounts that Falcon receive as housing benefit from the council. This income is included in Income from Charitable Activities. Expenditure incurred in providing the service required under the terms of the agreements is included in Expenditure on Charitable Activities.

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

2. Accounting policies [Continued]

(g) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required, and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds are the direct and indirect costs of raising funds for charitable purposes, including applying for grants.
- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Support costs include costs of the preparation and examination of the statutory financial statements, the costs of Trustee meetings and the cost of any legal advice to Trustees on governance or constitutional matters.
- Other expenditure represents those items not falling into any other heading.

(h) Fixed assets

Individual fixed assets costing £2,000 or more are initially recorded at cost.

Depreciation is provided on all tangible fixed assets at the rates listed below so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life:

Freehold land and buildings	2% per annum on cost
Plant and machinery	10% per annum on cost
Office equipment	33.3% per annum on cost
Motor vehicles	16.7% per annum on cost

(i) Investments

Fixed asset investments are included at market value at the Balance Sheet date.

Realised gains and losses on investments are calculated as the difference between sales proceeds, and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

(j) Operating leases

Rentals payable under operating leases are charged in the Statement of Financial Activities on a straight-line basis over the lease term.

(k) Pensions

The charity operates an auto enrolment defined contribution scheme for all eligible employees in line with the current legislation.

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

2. Accounting policies [Continued]

(l) Debtors

Other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid after taking any discount due.

(m) Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments.

(n) Creditors and provisions

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

(o) 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 their settlement value.

3. Legal status of the charity

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation. The number of members at the year-end was six (2023: seven).

4. 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.

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

5.	Grants, donations, and legacies	Restricted Funds £	Unrestricted Funds £	Total Funds 2024 £	Restricted Funds £	Unrestricted Funds £	Total Funds 2023 £
	Donations and legacies						
	Appeals and donations	-	2,713	2,713	-	813	813
	Grants	141,279	1,000	142,279	42,650	5,000	47,650
	Total per statement of funds	141,279	3,713	144,992	42,650	5,813	48,463

The income from grants, donations and legacies was £144,992 (2023: £48,463) of which £3,713 was unrestricted (2023: £5,813) and £141,279 restricted (2023: £42,650).

6.	Incoming resources from charitable activities	Restricted Funds £	Unrestricted Funds £	Total Funds 2024 £	Restricted Funds £	Unrestricted Funds (Restated) £	Total Funds 2023 (Restated) £
	Charitable activities						
	Housing benefit - hostels and flats	-	2,508,003	2,508,003	-	3,009,446	3,009,446
	Income from hostels and flats	-	-	-	-	-	-
	Residents' contributions - hostels and flats	-	158,539	158,539	-	150,058	150,058
	Emergency Beds Scheme	-	35,295	35,295	-	35,043	35,043
	Community Café & Hub takings	-	87,644	87,644	-	64,445	64,445
	Other income	-	19,312	19,312	-	22,121	22,121
	Total income from charitable activities	-	2,808,793	2,808,793	-	3,281,113	3,281,113

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

7. Income earned from commercial trading activities

The wholly owned trading subsidiary Shop2023 CIC (Company Number: 08044728, registered office: 81 Abingdon Street, Blackpool, Lancashire, FY1 1PP) previously operated a charity shop providing clothing and furniture to those in need and to raise funds for Homeless Action. This closed in March 2020.

The summary financial results of the subsidiary were:

	2024 £	2023 £
Shop takings	-	-
Grant income	-	-
	-	-
	-	-
Cost of sales and administration costs	-	-
Operating profit	-	-
The assets and liabilities of the subsidiary company were:		
Current assets		1,373
Creditors: amounts falling due within one year		(1,081)
Net assets	0	292
Aggregate share capital and reserves	0	292

8. Investment income	Restricted Funds £	Unrestricted Funds £	Total Funds 2024 £	Restricted Funds £	Unrestricted Funds £	Total Funds 2023 £
Bank interest	-	27,385	27,385	-	9,713	9,713
Total investment income	-	27,385	27,385	-	9,713	9,713

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

9.	Expenditure on charitable activities - Current year	Community	Accom	Total Funds
		Café & Hub	Provision	2024
		£	£	£
	Wages and salaries costs	64,857	1,039,335	1,104,192
	Staffing costs	6,634	13,485	20,119
	Premises costs	10,640	916,702	927,342
	Service charges - Blackburn Hostels	-	34,390	34,390
	Office costs	892	14,413	15,305
	Food costs	51,944	108,542	160,486
	Other costs	1,102	9,678	10,780
	Laundry and cleaning costs	4,087	10,645	14,732
	Motor and travel costs	-	14,294	14,294
	Legal Costs	-	17,507	17,507
	Depreciation	-	53,503	53,503
	Governance costs	-	8,053	8,053
	Support costs	-	394,435	394,435
	Total	140,156	2,634,982	2,775,138
	Expenditure on charitable activities - Prior year	Community	Accom	Total Funds
		Café & Hub	Provision	2023
		£	£	£
	Wages and salaries costs	52,643	1,053,657	1,106,300
	Staffing costs	110	9,168	9,278
	Premises costs	10,347	885,679	896,026
	Service charges - Blackburn Hostels	-	418,386	418,386
	Office costs	451	17,297	17,748
	Food costs	39,275	86,208	125,483
	Other costs	4,139	10,132	14,271
	Laundry and cleaning costs	4,247	10,164	14,411
	Motor and travel costs	-	16,209	16,209
	Depreciation	-	49,168	49,168
	Governance costs	-	7,560	7,560
	Support costs	-	352,267	352,267
	Total	111,212	2,915,895	3,027,107

Expenditure on charitable activities was £2,775,138 (2023: £3,027,107) of which £2,649,479 was unrestricted (2023: £2,980,584) and £125,659 restricted (2023: £46,543).

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

10.	Summary of analysis of expenditure and related income for charitable activities - Current year	Community Café & Hub £	Accom Provision £	Total Funds 2024 £
	Costs (note 9)	140,156	2,634,982	2,775,138
	Grant support (note 5)	-	(142,279)	(142,279)
	Net cost - other income	140,156	2,492,703	2,632,859
	Summary of analysis of expenditure and related income for charitable activities – Prior year	Community Café & Hub £	Accom Provision £	Total Funds 2023 £
	Costs (note 9)	111,212	2,915,895	3,027,107
	Grant support (note 5)	(12,410)	(35,240)	(47,650)
	Net cost - other income	98,802	2,880,655	2,979,457

11. Analysis of governance and support costs - Current year

The charity allocates its support costs as shown in the table below and then further apports those costs to the charitable activities undertaken (see note 10). Unless stated otherwise, support costs are directly attributed to the activity.

Support cost	General Support £	Governance £	Total 2024 £
Bank charges	1,188	-	1,188
Wages and salaries costs	224,917	-	224,917
Staffing costs	2,590	-	2,590
Bad debt	-	-	-
Premises costs	20,071	-	20,071
Office costs	24,584	-	24,584
Food costs	245	-	245
Other costs	1,571	-	1,571
Laundry and cleaning costs	446	-	446
Motor and travel costs	1,607	-	1,607
Accountancy costs	38,509	-	38,509
Audit costs	-	8,053	8,053
Legal costs	51,826	-	51,826
Trustees' expenses	60	-	60
Loan interest	24,397	-	24,397
Depreciation	2,424	-	2,424
	394,435	8,053	402,488

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

11. Analysis of governance and support costs - Prior year

The charity allocates its support costs as shown in the table below and then further apportions those costs to the charitable activities undertaken (see note 10). Unless stated otherwise, support costs are directly attributed to the activity.

Support cost	General Support £	Governance £	Total 2023 £
Bank charges	746	-	746
Wages and salaries costs	217,469	-	217,469
Staffing costs	4,822	-	4,822
Bad debt	(1,550)	-	(1,550)
Premises costs	22,501	-	22,501
Office costs	25,038	-	25,038
Food costs	185	-	185
Other costs	9,882	-	9,882
Laundry and cleaning costs	319	-	319
Motor and travel costs	754	-	754
Accountancy costs	30,925	-	30,925
Audit costs	-	7,560	7,560
Legal costs	19,621	-	19,621
Trustees' expenses	-	-	-
Loan interest	18,221	-	18,221
Depreciation	3,334	-	3,334
	<u>352,267</u>	<u>7,560</u>	<u>359,827</u>

12. Trustees' remuneration and expenses

The Trustees were not paid, and nor did they receive any other benefits from employment with the charity or its subsidiary in the year (2023: £Nil).

Expenses totalling £Nil (2023: Nil) were paid to no (2023: no) Trustees in the year to 30 May 2024 in respect of motor and travel costs.

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

13.	Net income/(expenditure)	2024	2023
		£	£
	Net income/(expenditure) is stated after charging:		
	Operating leases	-	90,696
	Management agreements	489,636	453,012
	Service charges - Blackburn hostels	34,390	418,386
	Auditor's remuneration - statutory audit	8,053	7,560
	Bank interest payable	24,397	18,221
	Depreciation	55,927	52,502
		<hr/>	<hr/>
14.	Analysis of staff costs and remuneration of key management personnel	2024	2023
		£	£
	Wages and salaries	1,235,264	1,227,449
	National insurance contributions	80,158	82,558
	Employers' pension contributions	13,687	13,762
		<hr/>	<hr/>
	Total staff costs	1,329,109	1,323,769
		<hr/>	<hr/>

The average number of employees during the year was 26 (2023: 28) with all employees' time involved in providing either support to the governance of the charity or support services to charitable activities. The charity considers its key management personnel comprise the Trustees and the Chief Executive Officer. The total employment benefits including employer's pension contributions of the key management personnel was £115,186 (2023: £115,723). One employee (2023: one) had employee benefits (excluding pension contributions) in excess of £60,000. This employee received remuneration in the banding £100,000 - £110,000 (2023: £100,000 - £110,000).

During the year payments totalling £Nil (2023: £Nil) were made in respect of termination payments to employees/former employees.

15. Pension costs

The charity operates a defined contribution scheme and contributions are charged in the statement of financial activities as they accrue. The employer's charge for the year for the charity was £13,687 (2023: £13,762).

16. Corporation tax

The company is a registered charity and is, therefore, exempt from taxation.

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

17. Tangible fixed assets - Group

	Freehold Interest in Land and Buildings £	Assets in course of construction £	Fixtures, Fittings and Equipment £	Plant and Machinery including Motor Vehicles £	Total £
Cost					
As at 30 May 2023	2,453,005	151,970	18,187	87,595	2,710,757
Additions	-	109,106	-	27,399	136,505
Disposals	-	-	(3,100)	-	(3,100)
As at 30 May 2024	2,453,005	261,076	15,087	114,994	2,844,162
Depreciation					
As at 30 May 2023	198,533	-	12,116	51,966	262,615
Charge for the year	49,068	-	1,068	5,791	55,927
Disposals	-	-	(3,100)	-	(3,100)
As at 30 May 2024	247,601	-	10,084	57,757	315,442
Net book value					
As at 30 May 2024	2,205,404	261,076	5,003	57,237	2,528,720
As at 30 May 2023	2,254,472	151,970	6,071	35,629	2,448,142

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

17. Tangible fixed assets - Charity

	Freehold Interest in Land and Buildings £	Assets in course of construction £	Fixtures, Fittings and Equipment £	Plant and Machinery including Motor Vehicles £	Total £
Cost					
As at 30 May 2023	2,453,005	151,970	18,187	87,595	2,710,757
Additions	-	109,106	-	27,399	136,505
Disposals	-	-	(3,100)	-	(3,100)
As at 30 May 2024	2,453,005	261,076	15,087	114,994	2,844,162
Depreciation					
As at 30 May 2023	198,533	-	12,116	51,966	262,615
Charge for the year	49,068	-	1,068	5,791	55,927
Disposals	-	-	(3,100)	-	(3,100)
As at 30 May 2024	247,601	-	10,084	57,757	315,442
Net book value					
As at 30 May 2024	2,205,404	261,076	5,003	57,237	2,528,720
As at 30 May 2023	2,254,472	151,970	6,071	35,629	2,448,142

18. Investments held as fixed assets

The charity holds one ordinary share of £1 in its wholly owned trading subsidiary company SHOP2023 CIC which is incorporated in England and Wales. The activities and results of this company are summarised in note 7.

19. Debtors

	Group 2024 £	Group 2023 (Restated) £	Charity 2024 £	Charity 2023 (Restated) £
Housing benefit receivable	188,854	338,479	188,854	338,479
Trade debtors	49,669	42,524	49,669	42,524
Prepayments, accrued income & other debtors	61,933	27,656	61,933	27,656
	300,456	408,659	300,456	408,659

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

20.	Creditors: Amounts falling due within one year	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
	Bank loans and overdrafts	16,565	15,817	16,565	15,817
	Amounts due to suppliers	42,013	38,756	42,013	38,756
	Taxation and national insurance	24,991	21,669	24,991	21,669
	Other creditors	135	3,219	135	3,219
	Accruals and deferred income	125,722	140,740	124,642	139,660
		<u>209,426</u>	<u>220,201</u>	<u>208,346</u>	<u>219,121</u>

Creditors: Amounts falling due within one year includes the following liabilities, on which security has been given by the charity and group:

	Group & Charity 2024 £	Group & Charity 2023 £
Bank loans	16,565	15,817

The bank loans are secured by a first legal charge over 81-83 Abingdon Street, 254 Hornby Road, 39 and 45 Bairstow Street, 1 Wolverton Avenue, 176/178 Watson Road, 10 Knowle Avenue, The Warehouse back Cocker Street, 23 Cocker Street and 264-266 Dickson Road; all of which are situated in Blackpool.

There is further security provided by a fixed and floating charge over the other assets of the charity.

21.	Creditors: Amounts falling due after more than one year	Group & Charity 2024 £	Group & Charity 2023 £
	Bank loans	280,496	296,477

Included in the creditors are the following amounts due after more than five years:

	Group & Charity 2024 £	Group & Charity 2023 £
After more than five years by instalments	243,099	234,820

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

22. Operating lease commitments and management agreements

As at 30 May 2024 the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases and management agreements as follows:

	Group & Charity 2024 £	Group & Charity 2023 £
Less than one year	506,252	490,934
Within two to five years	1,958,556	1,958,556
Over five years	4,210,997	4,700,636
Total	6,675,805	7,150,126

23. Related parties

Controlling entity

The charity is controlled by the Trustees who are all directors of the company.

Related party transactions in the current year:

During the year the Charity paid motor costs totalling £21,234 (2023: £21,399) to Modern Classic Cars, an entity where Trustee Mr S Robinson is a member of key management.

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

24. Analysis of charitable funds – Group – unrestricted current year	At 30 May 2023 (Restated)	Incoming Resources	Resources Expended	Transfers	At 30 May 2024
	£	£	£	£	£
General funds	2,946,651	2,795,602	(2,648,649)	2,531	3,096,135
Designated Fund – Poplar House	25,983	8,910	-	-	34,893
Designated Fund – Sunderland Flats	48,748	13,253	-	-	62,001
Designated Fund – 1,000 Voices	2,531	-	-	(2,531)	-
Designated Fund – Mini bus	15,000	-	(830)	-	14,170
Designated Fund – Blackpool Hostels	23,348	20,802	-	-	44,150
Designated Fund – Blackpool Flats	26,416	10,656	-	-	37,072
Total funds	3,088,677	2,849,223	(2,649,479)	-	3,288,421
Analysis of charitable funds – Group – unrestricted prior year	At 30 May 2022	Incoming Resources (Restated)	Resources Expended	Transfers	At 30 May 2023 (Restated)
	£	£	£	£	£
General funds	2,679,334	3,247,881	(2,980,564)	-	2,946,651
Designated Fund – Poplar House	18,315	7,668	-	-	25,983
Designated Fund – Sunderland Flats	36,446	12,302	-	-	48,748
Designated Fund – 1,000 Voices	2,531	-	-	-	2,531
Designated Fund – Mini bus	5,000	10,000	-	-	15,000
Designated Fund – Blackpool Hostels	-	23,348	-	-	23,348
Designated Fund – Blackpool Flats	26,416	-	-	-	26,416
Total funds	2,768,042	3,301,199	(2,980,564)	-	3,088,677
Analysis of charitable funds – Charity – unrestricted current year	At 30 May 2023 (Restated)	Incoming Resources	Resources Expended	Transfers	At 30 May 2024
	£	£	£	£	£
General funds	3,088,385	2,849,223	(2,649,479)	-	3,288,129
Total funds	3,088,385	2,849,223	(2,649,479)	-	3,288,129

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

24. Analysis of charitable funds – Charity - unrestricted prior year	At 30 May 2022 £	Incoming Resources (Restated) £	Resources Expended £	Transfers £	At 30 May 2023 (Restated) £
General funds	2,767,750	3,301,199	(2,980,564)	-	3,088,385
Total funds	2,767,750	3,301,199	(2,980,564)	-	3,088,385

25. Analysis of charitable funds - Group & charity - restricted – Current year	At 31 May 2023 £	Incoming Resources £	Resources Expended £	Transfers £	At 30 May 2024 £
Community Foundation Grant	7,715	-	(1,328)	-	6,387
Know Your Neighbourhood Grant	-	139,779	(122,831)	-	16,948
Skills for Care – Workforce Development	-	1,500	(1,500)	-	-
Total funds	7,715	141,279	(125,659)	-	23,335

Name of fund

Description, nature, and purposes of the fund

Community Foundation Grant

Support through the provision of skill workshops including finances, IT, Life skills, sports and leisure, volunteering, and job training including hairdressing and building.

Know Your Neighbourhood Grant

To offer Maths and English courses, computer skills, sports sessions and job training to isolated and vulnerable clients to help them to return to work and successfully live independently.

Skills for Care – Workforce development

Support of staff training and development.

Analysis of charitable funds - Group & charity - restricted - prior year	At 31 May 2022 £	Incoming Resources £	Resources Expended £	Transfers £	At 30 May 2023 £
Community Foundation Grant	-	30,240	(22,525)	-	7,715
The National Lottery Community Fund - The Homeless Action					
Community Café and Hub	11,608	12,410	(24,018)	-	-
Total funds	11,608	42,650	(46,543)	-	7,715

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

26. Transfers

Any surplus expenditure arising on any of the restricted funds is met from general (unrestricted) funds.

Where applicable and where not prohibited under any terms specified by the donor, any restricted funds where it is deemed that the associated activity or purpose has ceased are likewise transferred to general funds at the discretion of the Trustees.

27. Net assets by fund - Group - Current year	Restricted Funds £	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	23,335	2,505,385	2,528,720
Cash at bank and in hand	-	972,502	972,502
Other net current assets / (liabilities)	-	91,031	91,031
Creditors of more than one year	-	(280,496)	(280,496)
Net assets	23,335	3,288,422	3,311,757
Net assets by fund - Group - Prior year	Restricted Funds £	Unrestricted Funds (Restated) £	Total Funds 2023 (Restated) £
Tangible fixed assets	7,715	2,440,427	2,448,142
Cash at bank and in hand	-	756,269	756,269
Other net current assets / (liabilities)	-	188,458	188,458
Creditors of more than one year	-	(296,477)	(296,477)
Net assets	7,715	3,088,677	3,096,392
Net assets by fund - Charity - Current year	Restricted Funds £	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	23,335	2,505,385	2,528,720
Cash at bank and in hand	-	971,129	971,129
Other net current assets / (liabilities)	-	92,111	92,111
Creditors of more than one year	-	(280,496)	(280,496)
Net assets	23,335	3,288,129	3,311,464

HOMELESS ACTION

Notes to the Financial Statements For the year ended 30 May 2024

27.	Net assets by fund - Charity - Prior year	Restricted Funds £	Unrestricted Funds (Restated) £	Total Funds 2023 (Restated) £
	Tangible fixed assets	7,715	2,440,428	2,448,143
	Cash at bank and in hand	-	754,896	754,896
	Other net current assets/(liabilities)	-	189,538	189,538
	Creditors of more than one year	-	(296,477)	(296,477)
	Net assets	7,715	3,088,385	3,096,100
28.	Reconciliation of net movement in funds to net cash flow from operating activities			
		Group 2024 £	Group 2023 £	Charity 2024 £
				Charity 2023 £
	Net movement in funds	215,364	316,742	215,364
	Add Depreciation	55,927	52,502	55,927
	Deduct Interest income shown in investing activities	(27,385)	(9,713)	(27,385)
	Decrease/(increase) in debtors	108,203	(226,224)	108,203
	(Decrease)/increase in creditors	(11,523)	36,743	(11,523)
	Net cash generated in/used by operating activities	340,586	170,050	340,586
29.	Net debt reconciliation - Group - Current year		30 May 2023 £	Cash flows £
				30 May 2024 £
	Cash		756,269	216,233
	Loans falling due within one year		(15,817)	(748)
	Loans falling due after one year		(296,477)	15,981
	Net debt		443,975	231,466
	Net debt reconciliation - Group - Prior year		30 May 2022 £	Cash flows £
				30 May 2023 £
	Cash		773,313	(17,044)
	Loans falling due within one year		(32,709)	16,892
	Loans falling due after one year		(296,923)	446
	Net debt		443,681	294

HOMELESS ACTION

Notes to the Financial Statements

For the year ended 30 May 2024

29. Net debt reconciliation continued - Charity - Current year	30 May 2023	Cash flows	30 May 2024
	£	£	£
Cash	754,896	216,233	971,129
Loans falling due within one year	(15,817)	(748)	(16,565)
Loans falling due after one year	(296,477)	15,981	(280,496)
Net debt	442,602	231,466	674,068
<hr/>			
Net debt reconciliation - Charity - Prior year	30 May 2022	Cash flows	30 May 2023
	£	£	£
Cash	771,940	(17,044)	754,896
Loans falling due within one year	(32,709)	16,892	(15,817)
Loans falling due after one year	(296,923)	446	(296,477)
Net debt	442,308	294	442,602

30. Commitments

In April 2024 after a tender process the Charity entered into a contract for the re-development of Derby Court, the property adjacent to Elm House. The contract value was £709,779 + VAT. In August 2024 the Charity was awarded a grant of £150,000 by the Garfield Weston Foundation of to support this project.

31. Prior period adjustment

Changes to the balance sheet – Charity and Group	As previously reported £	Adjustment £	As restated at 30 May 2023 £
Current assets			
Debtors	350,558	58,101	408,659
<hr/>			
The funds of the charity			
Unrestricted income funds	3,030,576	58,101	3,088,677
<hr/>			
Changes to the profit and loss account	As previously reported	Adjustment	As restated at 30 May 2023
Year ended 30 May 2023	£	£	£
Net incoming resources for the year	258,641	58,101	316,742

Notes to reconciliation

The adjustment relates to backdated increased housing benefit receivable which was not agreed by Blackpool Council until after the 2023 accounts were approved and signed.

