

**Charity registration number 1079070**

**Company registration number 3896833 (England and Wales)**

**WIRRAL CHURCHES' ARK PROJECT  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022**

# WIRRAL CHURCHES' ARK PROJECT

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Dr I J Cubbin	
	Mr M Godfrey	
	Ms G A Ferris	
	Mr A D Roberts	
	Mr I L Roughley	
	Miss L Taylor	(Appointed 28 April 2022)
	Mr G R E Jones	(Appointed 26 November 2022)
	Ms Victoria Jones	(Appointed 28 April 2022)
<b>Secretary</b>	M Grundy	
<b>Charity number</b>	1079070	
<b>Company number</b>	3896833	
<b>Registered office</b>	7 Sidney Street Birkenhead Merseyside CH41 1BF	
<b>Auditor</b>	Xelnadin Audit Limited 2 Hilliards Court Chester Business Park Chester Cheshire CH4 9QP	

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# **WIRRAL CHURCHES' ARK PROJECT**

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# WIRRAL CHURCHES' ARK PROJECT

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

### FOR THE YEAR ENDED 31 DECEMBER 2022

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The trustees present their report and the consolidated financial statements of the charity and its trading subsidiary for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006 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**

Established in 1991 Wirral Churches' Ark Project, or Wirral Ark as it is more commonly known, is a charity focused on helping homeless individuals through the provision of accommodation and support. Our Articles of Association and supporting objects are clear:

*The Charity is formed for the benefit of the community. Its charitable objects ('the Objects') shall be to carry on for the benefit of the community:*

- *The business of providing and managing housing, including social housing, and providing assistance to help house people and associated facilities, amenities and services for poor and/or homeless people or for the relief of aged, disabled (whether physically or mentally) or chronically sick people;*
- *Any other charitable object that can be carried out from time-to-time by a registered society registered as a provider of Social Housing with the Regulator.*

Wirral Ark is Wirral's only independent homeless charity. We believe everyone has a right to a safe and secure place to live. We support hundreds of people each year who are experiencing homelessness or at risk of becoming homeless through providing housing from 11 properties situated across, Wallasey, Birkenhead and Prenton.

Overall our aim is to break the cycle of homelessness through our compassionate approach to homelessness and it's many factors. Alongside our accommodation provision Wirral Ark also aims to address the root causes of homelessness, by playing a frontline role in addressing issues with substance misuse, mental health, physical health, social exclusion, low confidence and wellbeing, and distance from the labour market.

Through our accommodation, wrap around professional services and support, and a compassionate ear, Wirral Ark helps people achieve positive and real outcomes for themselves.

Wirral Ark works with Wirral Council's Housing Options Team and Rough Sleepers Initiative. After an initial assessment has been made by the referring organisation and the individual has been referred to Wirral Ark, our team provide quality accommodation and wrap around support to help them on the road to recovery with the aim of ending the cycle of homelessness.

Working with a Case Management Worker, our specialised Nurses and our Activities Co-ordinator, clients receive comprehensive, personal support for their physical and mental needs in a safe and secure environment that nurtures independence and promotes building a better future.

People come to us from all walks of life: isolated people with mental health or drug problems, current and ex-offenders, former rough sleepers and people who are begging or street drinking. Wirral Ark staff work together as a team to create a specialised and tailor made path for each client that will help them best realise their potential and lift them out of homelessness for good.

Wirral Ark provides a wide range of activities to promote physical and mental health and the building of relationships between clients and staff, other clients and the community in Wirral as a whole.

Finally, we want to educate and raise awareness for Wirral Ark's work, and the individual and societal issues people experiencing homelessness face in the community, by creating educational content to highlight these issues and our achievements.

# **WIRRAL CHURCHES' ARK PROJECT**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

### **FOR THE YEAR ENDED 31 DECEMBER 2022**

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#### **Mission and Values**

During 2022 Wirral Ark's Board and Staff revisited its Mission, Vision and Values which resulted in the following:

#### **Our Mission**

Wirral Ark aims to fearlessly unite people in the fight against homelessness. We help individuals experiencing homelessness achieve their personal ambitions through respect, courage, compassion, and a personalised plan of action.

#### **Our Vision**

Wirral Ark helps believes everyone deserves a safe and secure place to live and aim to reduce homelessness in Wirral by working together with our staff, residents, and supporters.

#### **Our Values**

**Think Wirral Ark. Think HOME.**

**Honest** - Wirral Ark acts openly and with integrity with our staff, residents and community.

**Open Minded** - Wirral Ark is free from judgement and bias, striving to help everyone break the cycle of homelessness and better themselves.

**Motivated** - Wirral Ark works tirelessly to provide a personalised plan of action for each resident to help better themselves.

**Empathetic** - Wirral Ark strives to understand and respect the journeys our residents have faced and offer a caring and compassionate environment.

#### **Public benefit**

Wirral Churches' Ark Project exists for the benefit of the public and its aims are stated under 'Objectives and Aims' above

#### **Significant activities**

The activities undertaken to achieve the charity's objectives are:

- The provision of accommodation in the form of a 27 bed hostel which includes the provision of meals, laundry and washing facilities;
- 7 move on houses (2 bed roomed shared accommodation);
- 9 move on studio flats in Birkenhead;
- 15 move on studio flats in Prenton;
- and a 6 bedroom women's only project;

Wirral Ark is also part of Wirral Council's Rough Sleeper Initiative (RSI) where we offer 2 emergency beds as part of the overall provision provided by a range of partners each night.

#### **Employees**

Wirral Churches' Ark Project is committed to employing well managed, well informed and highly skilled staff. At the end of 2022 there were 35 employees (headcount) of which 19 were full-time. All recruitment is done in a transparent manner to ensure fairness and the selection of the best candidate. All new staff are required to have a DBS check and are given a full induction to ensure they are ready to take on their new role.

Regular training is undertaken to cover both statutory requirements and the needs of the business / employees.

#### **Volunteers**

Wirral Churches' Ark Project is appreciative of the valuable contribution of all the volunteers. Some stay with us for many years, for others we are a stepping stone to employment - but whatever the reason people join and for however long they stay, they are an important part of the organisation. Volunteers are required to have a DBS check if appropriate and are given training to ensure they are ready to undertake their role

# **WIRRAL CHURCHES' ARK PROJECT**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

### **FOR THE YEAR ENDED 31 DECEMBER 2022**

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#### **Achievements and performance**

##### **Performance Review**

- 118 people took up residence at Wirral Ark's accommodation services in 2022
- 73% of the people who took up residencies at Wirral Ark in the period were male, 26% were female and 1% non-binary.
- The average age of people taking up residencies was 42.1 years.
- The majority of people taking up residencies described their ethnic origin as White: British - 92% with others identifying as follows:
  - 3% were White: Other
  - 2% were Asian or Asian British
  - 2% were Other Ethnic Group: Arab
  - 2% were Other Ethnic Group: Other
- Beyond identifying as homeless, our residents considered their additional support needs as follows:
  - o 52% had Mental Health recorded as a secondary support need.
  - o 40% had Drug Misuse recorded as a secondary support need.
  - o 24% had Alcohol Misuse recorded as a secondary support need.
  - o 12% had Offender or at Risk of Offending recorded as a secondary support need
  - o 8% had Physical or Sensory Disability recorded as a secondary support need.
- In terms of resident feedback we received the following views:
  - o 88% of our residents were either satisfied or very satisfied with the service provided by Wirral Ark as their landlord.
  - o 94% agreed or strongly agreed with the statement 'I know who my support worker is and support is available when I need it'.
  - o 91% were either satisfied or very satisfied with the way Wirral Ark keep them informed about things that matter to them.
  - o On average residents rated the services 8.24 out of 10.

A quote from a resident: 'I've found Wirral Ark staff very easy to talk to and listen to. They have always asked how I am and if I need any help with anything to not hesitate to ask. I've needed some guidance on one or two issues and they listened and helped me with no bias. I find the staff to be very helpful whenever I have needed their help.'

In terms of staff feedback the following results are strong but we must continue to improve in the coming years:

- I have a clear understanding of Wirral Ark's mission, vision & values – 91% agree / strongly agree.
- I can see how my role contributes towards Wirral Ark's mission, vision & values – 96% agree / strongly agree.
- I have a voice and am listened to by senior members of Wirral Ark – 96% agree / strongly agree
- We are a better organisation than we were 12 months ago – 83% agree / strongly agree
- I am happy in my role – 91% agree / strongly agree

# **WIRRAL CHURCHES' ARK PROJECT**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

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### **Financial review**

In 2022 our principle funding sources remained our Supporting People contracts with Wirral Borough Council for the hostel and 14 move on units and Housing Benefit for all the accommodation units. These represent the majority of our income. In addition, residents pay Personal Costs for items such as TV Licences and food. Together these can be considered as our core income. The total number of units is 71.

Incoming resources for the year amounted to £1,431,073 (£1,270,640 in 2021) and expenditure amounted to £1,256,016 (£1,429,402 in 2021) giving a contribution to reserves of £122,410 (deficit of £158,762 in 2021).

Unrestricted free reserves amounted to £230,515 (£87,813 in 2021) and this is made up of unrestricted reserves of £840,073 less unrestricted reserves represented by fixed assets of £609,558. Cash held in the bank at the end of the year amounted £390,657 (£219,106 in 2021).

These figures include a grant of just under £67k for refurbishment and conversion of the Hub at the hostel into 2 more bedrooms to be used as assessment rooms. The work will be carried out mid 2023.

Salary costs continue to be a major expense for the charity, but this is a necessity given the nature of the business. Wirral Ark is committed to doing the best it can for our staff particularly through tough economic times. All income and expenditure is fully recorded and accounted for to the trustees. Sage 50 Accounts is used to record all the transactions and is the basis for the monthly management accounts that are submitted to the Board and the statutory accounts process. The monthly payroll process has been outsourced.

### **Reserves policy**

The aim of the reserves policy is to ensure that Wirral Churches' Ark Project's ongoing activities are reasonably protected from unexpected variances in income and give the charity the ability to take up opportunities as they arise. The level of unrestricted reserves is reviewed each year by the Board in the context of the financial risks associated with the various income streams, expenditure categories and balance sheet items together with the charities ability to meet them from realisable/liquid reserves. The Board are satisfied the Wirral Churches' Ark Project's current level of reserves meets that needed.

As a charity limited by guarantee, no dividends are paid.

### **Risk management**

The Trustees have a duty to identify and review the risks to which the charity is exposed and to ensure that appropriate controls are in place to provide reasonable assurance against fraud and error.

The Trustees manage risk in the following manner:

- A Risk Register that is managed by the Risk Management Sub-Committee, is reviewed quarterly, new risks are assessed and previous actions reviewed to ensure progress and completion.
- The sub-committee reports into the Full Board four times during the year to ensure the Board is fully aware and updated on all risks and the overall management and mitigation strategy.

# WIRRAL CHURCHES' ARK PROJECT

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

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### Structure, governance and management

Wirral Churches' Ark Project exists to aid the relief of poverty, in particular by the provision of accommodation and support for homeless persons or those facing homelessness. The company (Company Registration number 3896833) is governed by its Memorandum and Articles of Association, is limited by guarantee, and is registered as a charity under the Charities Act 1960 (Charity registration number 1079070).

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Dr I J Cubbin

Mr N L Jones

(Resigned 28 April 2022)

Mr P Ashley-Mudie

(Resigned 18 July 2022)

Mr M Godfrey

Ms G A Ferris

Mr A D Roberts

Mr I L Roughley

Miss L Taylor

(Appointed 28 April 2022)

Mr D Dodd-Hughes

(Appointed 28 April 2022 and resigned 30 November 2022)

Mr G R E Jones

(Appointed 26 November 2022)

Ms Victoria Jones

(Appointed 28 April 2022)

### Recruitment and appointment of new trustees

Trustee directors are elected by a majority vote at a Trustee Meeting. Each Trustee has a term of three years, with a maximum of three terms in a row, ie nine years total. Upon standing down, no Trustee may stand as a Trustee again until a whole term has passed, ie three years.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

### Organisational structure

The board of Trustees can have a minimum of 6 members. The board meets quarterly to discuss the plans for the charity, funding developments and current important issues affecting the business. In addition, there are three sub-committees - Finance and Business Planning, Risk Management and Service Delivery. These groups have delegated powers from the full Board. A Chief Executive Officer is appointed by the Trustees to manage the day-to-day operations of the charity.

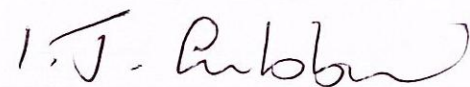
### Induction and training of new trustees

New Trustees undergo orientation to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and recent financial performance of the charity.

### Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.



Dr I J Cubbin

Trustee

Dated: 12 June 2023



# **WIRRAL CHURCHES' ARK PROJECT**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

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The trustees, who are also the directors of Wirral Churches' Ark Project for the purpose 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

# WIRRAL CHURCHES' ARK PROJECT

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF WIRRAL CHURCHES' ARK PROJECT

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#### Opinion

We have audited the financial statements of Wirral Churches' Ark Project (the 'charity') and its subsidiary for the year ended 31 December 2022 which comprise, the consolidated statement of financial activities, the consolidated and charity balance sheet, the consolidated statement of cash flows 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, including Financial Reporting Standard 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 and charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### Other Information

The 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 our audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

# **WIRRAL CHURCHES' ARK PROJECT**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### **TO THE MEMBERS OF WIRRAL CHURCHES' ARK PROJECT**

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#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the group and charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

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

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

#### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the group and the charity'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 charitable 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

# **WIRRAL CHURCHES' ARK PROJECT**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### **TO THE MEMBERS OF WIRRAL CHURCHES' ARK PROJECT**

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#### **Extent to which the audit was considered capable of detecting Irregularities, including fraud**

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the group through discussions with trustees and other management, and from our knowledge and experience of charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the group, including the Companies Act 2006, Charities Act 2011, data protection, anti-bribery, employment and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management team and inspecting legal correspondence; and identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the group's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management team as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- Investigated the rationale behind significant or unusual transactions.

In response to the risk of Irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC and relevant regulators.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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.

# **WIRRAL CHURCHES' ARK PROJECT**

## **INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

### **TO THE MEMBERS OF WIRRAL CHURCHES' ARK PROJECT**

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**Helen Furlong FCCA (Senior Statutory Auditor)  
for and on behalf of Xelnadin Audit Limited**

12 June 2023

**Accountants  
Statutory Auditor**

2 Hilliards Court  
Chester Business Park  
Chester  
Cheshire  
CH4 9QP

# WIRRAL CHURCHES' ARK PROJECT

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
<b><u>Income from:</u></b>							
Donations, legacies and grants	3	62,732	94,355	157,087	98,998	63,323	162,321
<b><u>Charitable activities</u></b>							
Mary Cole House	4	350,731	256,330	607,061	324,179	232,664	556,843
Housing Support	4	530,045	106,696	636,741	430,468	51,647	482,115
Projects	4	-	28,440	28,440	625	63,670	64,295
Other trading activities	5	1,387	-	1,387	4,629	-	4,629
Investments	6	357	-	357	437	-	437
<b>Total income</b>		<b>945,252</b>	<b>485,821</b>	<b>1,431,073</b>	<b>859,336</b>	<b>411,304</b>	<b>1,270,640</b>
<b><u>Expenditure on:</u></b>							
Raising funds	7	35,826	-	35,826	85,809	-	85,809
<b><u>Charitable activities</u></b>							
Mary Cole House	8	435,219	231,955	667,174	466,193	259,703	725,896
Housing Support	8	380,571	135,136	515,707	410,987	89,751	500,738
Projects	8	(14,404)	51,713	37,309	35,577	81,382	116,959
<b>Total charitable expenditure</b>		<b>801,386</b>	<b>418,804</b>	<b>1,220,190</b>	<b>912,757</b>	<b>430,836</b>	<b>1,343,593</b>
<b>Total resources expended</b>		<b>837,212</b>	<b>418,804</b>	<b>1,256,016</b>	<b>998,566</b>	<b>430,836</b>	<b>1,429,402</b>
Disposal of investment	11	-	-	-	91,539	-	91,539

# WIRRAL CHURCHES' ARK PROJECT

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2022

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<b>Net Incoming/(outgoing) resources</b>	108,040	67,017	175,057	(47,691)	(19,532)	(67,223)
<b>Other recognised gains and losses</b>						
Revaluation of tangible fixed assets	(57,378)	4,731	(52,647)	-	-	-
<b>Net movement in funds</b>	50,662	71,748	122,410	(47,691)	(19,532)	(67,223)
<b>Fund balances at 1 January 2022</b>	789,411	881,919	1,671,330	837,102	901,451	1,738,553
<b>Fund balances at 31 December 2022</b>	840,073	953,667	1,793,740	789,411	881,919	1,671,330

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# WIRRAL CHURCHES' ARK PROJECT

## CONSOLIDATED BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
<b>Fixed assets</b>					
Tangible assets	15		1,469,151		1,560,249
<b>Current assets</b>					
Debtors	16	117,018		95,054	
Cash at bank and in hand		390,647		219,106	
		<u>507,665</u>		<u>314,160</u>	
<b>Creditors: amounts falling due within one year</b>	17	<u>(157,243)</u>		<u>(167,246)</u>	
Net current assets			350,422		146,914
<b>Total assets less current liabilities</b>			1,819,573		1,707,163
<b>Creditors: amounts falling due after more than one year</b>	18		(25,833)		(35,833)
<b>Net assets</b>			<u>1,793,740</u>		<u>1,671,330</u>
<b>Income funds</b>					
Restricted funds	21		953,667		881,919
General unrestricted funds			840,073		789,411
			<u>1,793,740</u>		<u>1,671,330</u>

The financial statements were approved by the Trustees on 12 June 2023

*I. J. Cubbin*

Dr I J Cubbin  
Trustee

Company Registration No. 3896833



# WIRRAL CHURCHES' ARK PROJECT

## CHARITY BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
<b>Fixed assets</b>					
Tangible assets	15		1,469,151		1,560,249
<b>Current assets</b>					
Debtors	16	117,018		95,054	
Cash at bank and in hand		390,647		219,106	
		507,665		314,160	
<b>Creditors: amounts falling due within one year</b>	17	(151,243)		(167,246)	
Net current assets			350,422		146,914
<b>Total assets less current liabilities</b>			1,819,573		1,707,163
<b>Creditors: amounts falling due after more than one year</b>	18		(25,833)		(35,833)
<b>Net assets</b>			1,793,740		1,671,330
<b>Income funds</b>					
Restricted funds	21	953,667		881,919	
General unrestricted funds		840,073		789,411	
		1,793,740		1,671,330	

The financial statements were approved by the Trustees on 12 June 2023

*I. J. Cubbin*

Dr I J Cubbin  
Trustee

Company Registration No. 3896833

# WIRRAL CHURCHES' ARK PROJECT

## CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
<b>Cash flows from operating activities</b>					
Cash generated from/(absorbed by) operations	24		186,322		(99,859)
<b>Investing activities</b>					
Purchase of tangible fixed assets		(5,138)		(214,383)	
Proceeds on disposal of investments		-		91,539	
Investment income received		357		437	
<b>Net cash used in investing activities</b>			(4,781)		(122,407)
<b>Financing activities</b>					
Repayment of bank loans		(10,000)		(124,168)	
<b>Net cash used in financing activities</b>			(10,000)		(124,168)
<b>Net increase/(decrease) in cash and cash equivalents</b>			171,541		(346,434)
Cash and cash equivalents at beginning of year			219,106		565,540
<b>Cash and cash equivalents at end of year</b>			390,647		219,106

# **WIRRAL CHURCHES' ARK PROJECT**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

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### **1 Accounting policies**

#### **Charity Information**

Wirral Churches' Ark Project is a private company limited by guarantee incorporated in England and Wales. The registered office is 7 Sidney Street, Birkenhead, Merseyside, CH41 1BF.

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

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

#### **1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### **1.4 Income**

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

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

#### **1.5 Expenditure**

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

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

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 1 Accounting policies

(Continued)

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred

#### 1.6 Tangible fixed assets

Tangible fixed assets costing more than £1,000 are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Leasehold improvements	20% on cost
Fixtures and fittings	20% on reducing balance
Computers	20% on reducing balance

Freehold land and assets in the course of construction are not depreciated.

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

Properties whose fair value can be measured reliably are held under the revaluation model and are carried at a revalued amount, being their fair value at the date of valuation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. The fair value of the land and buildings is usually considered to be their market value.

Revaluation gains and losses are recognised in other recognised gains and losses and accumulated in equity, except to the extent that a revaluation gain reverses a revaluation loss previously recognised in net income/ (expenditure) or a revaluation loss exceeds the accumulated revaluation gains recognised in equity; such gains and loss are recognised in net income/(expenditure) for the year.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Cash and cash equivalents

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

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 1 Accounting policies

(Continued)

#### 1.9 Financial Instruments

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

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

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

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are measured at transaction price including transaction costs.

##### **Basic financial liabilities**

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

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

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

##### **Derecognition of financial liabilities**

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

#### 1.10 Taxation

The charity is exempt from corporation tax on its charitable activities.

#### 1.11 Employee benefits

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

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

#### 1.12 Retirement benefits

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

#### 1.13 Basis of consolidation

The group financial statements consolidate the financial statements of Wirral Churches' Ark Project and its subsidiary, Wirral Ark Trading CIC, drawn up to 31 December 2021. The results of the subsidiary are consolidated for the period from the date of incorporation on 24 October 2019 to 31 December 2021. The subsidiary ceased trading during the year to 31 December 2021 and all balances eliminated at that date.

Advantage is being taken of Section 408 of the Companies Act 2006 not to present the Parent Company's Statement of Financial Activities including Income and Expenditure Account.

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

### 3 Donations, legacies and grants

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022 £	2022 £	2022 £	2021 £	2021 £	2021 £
Donations and gifts	62,683	-	62,683	61,806	-	61,806
Legacies receivable	49	-	49	625	-	625
Grants	-	94,355	94,355	36,567	63,323	99,890
	<u>62,732</u>	<u>94,355</u>	<u>157,087</u>	<u>98,998</u>	<u>63,323</u>	<u>162,321</u>
<b>Donations and gifts</b>						
Donations and gifts	59,303	-	59,303	59,541	-	59,541
Gift aid	3,380	-	3,380	571	-	571
Other	-	-	-	1,694	-	1,694
	<u>62,683</u>	<u>-</u>	<u>62,683</u>	<u>61,806</u>	<u>-</u>	<u>61,806</u>
<b>Grants receivable for core activities</b>						
Housing Support	-	-	-	-	42,140	42,140
Projects	-	94,355	94,355	10,129	21,183	31,312
Core operations	-	-	-	26,438	-	26,438
	<u>-</u>	<u>94,355</u>	<u>94,355</u>	<u>36,567</u>	<u>63,323</u>	<u>99,890</u>

**WIRRAL CHURCHES' ARK PROJECT**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

**4 Charitable activities**

	Mary Cole House 2022	Housing Support 2022	Projects 2022	Total 2022	Mary Cole House 2021	Housing Support 2021	Projects 2021	Total 2021
	£	£	£	£	£	£	£	£
Supporting people	216,515	106,696	28,440	351,651	215,776	51,647	63,670	331,093
Housing benefits	3,481	422,023	-	425,514	720	350,903	-	351,623
Residents charges	1,625	52,214	-	53,839	455	37,337	-	37,792
Performance related grants	39,815	-	-	39,815	16,888	-	-	16,888
Ancillary trading income	345,325	50,104	-	395,429	322,973	38,616	-	361,589
Other income	280	5,704	-	5,984	31	3,612	625	4,268
	<u>607,061</u>	<u>636,741</u>	<u>28,440</u>	<u>1,272,242</u>	<u>556,843</u>	<u>482,115</u>	<u>64,295</u>	<u>1,103,253</u>
<b>Analysis by fund</b>								
Unrestricted funds	350,731	530,045	-	880,776	324,179	430,468	625	755,272
Restricted funds	<u>256,330</u>	<u>106,696</u>	<u>28,440</u>	<u>391,466</u>	<u>232,664</u>	<u>51,647</u>	<u>63,670</u>	<u>347,981</u>
	<u>607,061</u>	<u>636,741</u>	<u>28,440</u>	<u>1,272,242</u>	<u>556,843</u>	<u>482,115</u>	<u>64,295</u>	<u>1,103,253</u>

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Fundraising events	-	4,336
Other trading activities	1,387	293
	<u>1,387</u>	<u>4,629</u>

### 6 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	357	437
	<u>357</u>	<u>437</u>

### 7 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
<u>Fundraising and publicity</u>		
Staff costs	31,221	35,482
Other fundraising costs	4,605	3,523
	<u>35,826</u>	<u>39,005</u>
<u>Trading costs</u>		
Staff costs	-	14,993
Other trading activities	-	23,814
Support costs	-	7,997
	<u>-</u>	<u>46,804</u>
Trading costs	-	46,804
	<u>35,826</u>	<u>85,809</u>



# **WIRRAL CHURCHES' ARK PROJECT**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)** **FOR THE YEAR ENDED 31 DECEMBER 2022**

### **8 Charitable activities**

	Mary Cole House 2022 £	Housing Support 2022 £	Projects 2022 £	Total 2022 £	Mary Cole House 2021 £	Housing Support 2021 £	Projects 2021 £	Total 2021 £
Staff costs	360,897	117,705	21,008	499,610	313,158	114,834	66,036	494,028
Depreciation and impairment	2,515	10,549	5,391	18,455	48,090	34,968	6,739	88,797
Other staff costs	34,409	2,722	685	37,816	38,768	4,005	6,449	47,222
Premises costs	66,094	175,602	342	242,038	87,805	162,846	6,398	256,849
Catering	29,129	229	9	29,367	28,936	168	-	29,104
Professional and consultancy fees	267	1,978	2,192	4,437	1,117	616	348	2,081
Other costs	9,896	34,939	-	44,835	13,316	14,180	9,549	37,045
	<u>503,207</u>	<u>343,724</u>	<u>29,627</u>	<u>876,558</u>	<u>529,190</u>	<u>331,417</u>	<u>95,519</u>	<u>956,126</u>
Share of support costs (see note 9)	161,200	169,080	7,552	337,832	193,965	166,961	21,141	382,067
Share of governance costs (see note 9)	2,767	2,803	130	5,800	2,741	2,360	299	5,400
	<u>667,174</u>	<u>515,707</u>	<u>37,309</u>	<u>1,220,190</u>	<u>725,896</u>	<u>500,738</u>	<u>116,959</u>	<u>1,343,593</u>
<b>Analysis by fund</b>								
Unrestricted funds	435,219	380,571	(14,404)	801,386	466,193	410,987	35,577	912,757
Restricted funds	231,955	135,136	51,713	418,804	259,703	89,751	81,382	430,836
	<u>667,174</u>	<u>515,707</u>	<u>37,309</u>	<u>1,220,190</u>	<u>725,896</u>	<u>500,738</u>	<u>116,959</u>	<u>1,343,593</u>

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 9 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Staff costs	191,765	-	191,765	234,555	-	234,555
Other staff costs	10,661	-	10,661	26,670	-	26,670
Premises costs	24,597	-	24,597	19,951	-	19,951
Insurance	20,817	-	20,817	19,101	-	19,101
Telephone and computer costs	25,965	-	25,965	27,422	-	27,422
Consultancy fees	10,239	-	10,239	11,667	-	11,667
Non recoverable VAT	20,702	-	20,702	26,303	-	26,303
Other costs	7,950	-	7,950	7,419	-	7,419
Loan interest	-	-	-	7,997	-	7,997
Depreciation	25,136	-	25,136	8,979	-	8,979
Audit fees	-	3,000	3,000	-	2,880	2,880
Accountancy	-	2,800	2,800	-	2,520	2,520
	<u>337,832</u>	<u>5,800</u>	<u>343,632</u>	<u>390,064</u>	<u>5,400</u>	<u>395,464</u>
Analysed between						
Trading	-	-	-	7,997	-	7,997
Charitable activities	<u>337,832</u>	<u>5,800</u>	<u>343,632</u>	<u>382,067</u>	<u>5,400</u>	<u>387,467</u>
	<u>337,832</u>	<u>5,800</u>	<u>343,632</u>	<u>390,064</u>	<u>5,400</u>	<u>395,464</u>

### 10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

### 11 Disposal of Investment

	Total	Unrestricted funds
	2022	2021
	£	£
Disposal of subsidiary	<u>-</u>	<u>91,539</u>

### 12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 13 Employees

The average monthly number of employees during the year was:

2022 Number	2021 Number
33	35

#### Employment costs

	2022 £	2021 £
Wages and salaries	656,537	706,877
Social security costs	52,958	59,383
Other pension costs	13,101	12,798
	<u>722,596</u>	<u>779,058</u>

### 14 Ark Trading CIC

A summary of the results of the subsidiary is shown below:

	2022 £	2021 £
Expenditure		(46,804)
	<u>-</u>	<u>(46,804)</u>

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### 15 Tangible fixed assets - group and charity

	Freehold land and buildings	Leasehold improvements	Fixtures and fittings	Computers	Total
	£	£	£	£	£
<b>Cost or valuation</b>					
At 1 January 2022	2,313,617	76,009	102,295	84,318	2,576,239
Additions	5,138	-	-	-	5,138
Revaluation	(928,128)	-	-	-	(928,128)
At 31 December 2022	1,390,627	76,009	102,295	84,318	1,653,249
<b>Depreciation and impairment</b>					
At 1 January 2022	875,482	16,695	73,213	50,600	1,015,990
Depreciation charged in the year	-	31,049	5,801	6,740	43,590
Revaluation	(875,482)	-	-	-	(875,482)
At 31 December 2022	-	47,744	79,014	57,340	184,098
<b>Carrying amount</b>					
At 31 December 2022	1,390,627	28,265	23,281	26,978	1,469,151
At 31 December 2021	1,438,135	59,314	29,081	33,719	1,560,249

Included within Land and buildings is property with carrying amount of £1,390,626 which was revalued in July 2022 at £1,389,000 by Byrom & Thomas, independent Chartered Surveyors, not connected with the charity on the basis of market value. The valuation conforms to International Valuation Standards and was based on recent market transactions on arm's length terms for similar properties.

At 31 December 2022, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been £1,538,283 (2021 £567,755).

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 16 Debtors - group and charity

	2022 £	2021 £
<b>Amounts falling due within one year:</b>		
Trade debtors	75,540	48,478
Other debtors	500	500
Prepayments and accrued income	40,978	46,076
	<u>117,018</u>	<u>95,054</u>

### 17 Creditors: amounts falling due within one year - group and charity

	Notes	2022 £	2021 £
Bank loans	19	10,000	10,000
Other taxation and social security		23,895	31,864
Deferred income	20	34,101	36,284
Trade creditors		15,921	15,818
Other creditors		54,322	64,216
Accruals		19,204	9,064
		<u>157,243</u>	<u>167,246</u>

### 18 Creditors: amounts falling due after more than one year - group and charity

	Notes	2022 £	2021 £
Bank loans	19	<u>25,833</u>	<u>35,833</u>

### 19 Loans and overdrafts - group and charity

	2022 £	2021 £
Bank loans	<u>35,833</u>	<u>45,833</u>
Payable within one year	10,000	10,000
Payable after one year	<u>25,833</u>	<u>35,833</u>

The Bank loan represents the government secured Bounce Back Loan repayable over six years. Interest is charged at 2.5%

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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### 20 Deferred Income - group and charity

	2022 £	2021 £
Arising from Grants	34,101	36,284
	<u>34,101</u>	<u>36,284</u>
Deferred income movement during the year is as follows:		
	2022 £	2021 £
Deferred income is included within:		
Current liabilities	34,101	36,284
	<u>34,101</u>	<u>36,284</u>
Movements in the year:		
Deferred income at 1 January 2022	36,284	36,945
Released from previous periods	(395,266)	348,537
Resources deferred in the year	393,083	(349,198)
	<u>34,101</u>	<u>36,284</u>
Deferred income at 31 December 2022	34,101	36,284

# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 21 Restricted funds - group and charity

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2021	Movement in funds		Transfer to capital <sup>1</sup>	Balance at January 2022	Movement in funds		Revaluations, gains and losses	Balance at 31 December 2022
	£	Incoming resources	Resources expended	£	£	Incoming resources	Resources expended	£	£
Mary Cole House property	447,154	-	(26,266)	-	420,888	-	-	(100,906)	319,982
The Grand Trunk and Ark Angel property	340,235	-	(20,128)	103,213	423,320	-	-	105,637	528,957
Supported Housing renovations	79,167	42,140	(3,651)	(103,213)	14,443	-	(3,789)	-	10,654
Supporting People	-	331,092	(318,368)	-	12,724	351,651	(351,651)	-	12,724
Night Shelter Transformation	-	-	-	-	-	66,448	-	-	66,448
Social Lettings Agency	8,341	-	(8,341)	-	-	-	-	-	-
Befriending	13,925	14,667	(23,001)	-	5,591	14,910	(20,501)	-	-
NHS Wirral	-	16,888	(16,888)	-	-	39,815	(39,815)	-	-
Waterview Project	9,080	-	(7,827)	-	1,253	-	(1,253)	-	-
Other projects	3,549	6,517	(6,366)	-	3,700	12,997	(1,795)	-	14,902
	901,451	411,304	(430,836)	-	881,919	485,821	(418,804)	4,731	953,667

# **WIRRAL CHURCHES' ARK PROJECT**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

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**21 Restricted funds - group and charity** (Continued)

**Mary Cole House property**

The hostel building full refurbishment was funded to a large extent through grant income. The amount shown in restricted funds is therefore the value of the property relating to the grant income.

**The Grand Trunk and Ark Angel Properties**

The Grand Trunk refurbishment was funded to a large extent through grant income. The amount shown in restricted funds is therefore the value of the property relating to the grant income.

**Supported Housing Renovations**

Grant income received during 2020 for the refurbishment and conversion of the ground floor of the Grand Trunk carried out in Spring 2021.

**Night Shelter Transformation**

This represents funding from Department for Levelling Up, Housing & Communities to transform the Night Shelter.

**Social Lettings Agency**

Grants received for initial development and support of setting up the subsidiary CIC.

**Befriending**

Grant received for a new project delivery which was delayed due to Covid -19 restrictions.

**Watervlew Project**

Grant received from Nationwide for the delivery of women's only project.



# WIRRAL CHURCHES' ARK PROJECT

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

### 22 Analysis of net assets between funds - group and company

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 December 2022 are represented by:						
Tangible assets	609,558	859,593	1,469,151	701,598	858,651	1,560,249
Net current assets	256,348	94,074	350,422	123,646	23,268	146,914
Long term liabilities	(25,833)	-	(25,833)	(35,833)	-	(35,833)
	<u>840,073</u>	<u>953,667</u>	<u>1,793,740</u>	<u>789,411</u>	<u>881,919</u>	<u>1,671,330</u>

### 23 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

### 24 Cash generated from operations

	2022 £	2021 £
Surplus/(deficit) for the year	175,057	(67,223)
Adjustments for:		
Investment income recognised in statement of financial activities	(357)	(437)
Gain on disposal of investments	-	(91,539)
Depreciation and impairment of tangible fixed assets	43,590	98,778
Movements in working capital:		
(Increase)/decrease in debtors	(21,964)	14,912
(Decrease) in creditors	(7,821)	(53,689)
(Decrease) in deferred income	(2,183)	(661)
Cash generated from/(absorbed by) operations	<u>186,322</u>	<u>(99,859)</u>

### 25 Analysis of changes in net funds

	At 1 January 2022 £	Cash flows £	At 31 December 2022 £
Cash at bank and in hand	219,106	171,541	390,647
Loans falling due within one year	(10,000)	-	(10,000)
Loans falling due after more than one year	(35,833)	10,000	(25,833)
	<u>173,273</u>	<u>181,541</u>	<u>354,814</u>

