

The Freedom Community Trust Limited

England & Wales · Charity number 1094807

Details

Other names	PRESTON ROAD NEIGHBOURHOOD DEVELOPMENT COMPANY LIMITED, PRESTON ROAD NDC LTD
Status	Registered
Legal form	Charitable company
Company number	04012143
Registered	2002-11-27
Register	View on the Charity Commission register

Contact

Address	The Freedom Centre 97 Preston Road Hull HU9 3QB
Phone	01482710100
Email	steve.garnett@freedomcentre.info

Activities

Objects: 4.1.1 To promote any charitable purpose for the benefit of the inhabitants of the City of Kingston upon Hull, in particular but not exclusively the inhabitants of Southcoates and/or Marfleet and/or within 5 miles of either of those two locations (provided always that any such location remains within the Hull City boundary) by all or any of the following means:(a) the relief of poverty in such ways as may be thought fit;(b) the relief of unemployment by providing help and advice information, and other forms of care and training;(c) the advancement of education, training or retraining, particularly among unemployed people and providing work experience for the unemployed;(d) the provision of financial assistance, technical assistance, business advice or consultancy in order to provide training and employment opportunities for unemployed people in cases of financial or other charitable need through help in setting up their own business or to existing businesses;(e) the creation of training and employment opportunities by the provision of managed workspace units or other business units, buildings and/or land for use on favourable terms;(f) the provision of advisory and counselling services;(g) the provision of facilities for recreational and leisure time occupation and the organisation of leisure activities;(h) the protection or conservation of the environment;(i) the holding of exhibitions, meetings, lectures, classes, seminars and courses, either alone or with others;(j) the promotion of public safety and prevention of crime; and(k) the promotion of health and health lifestyles and the provision of advice on the same;(l) such other means as may from time to time be determined subject to the prior consent of the Charity Commission.

Activities: To promote any charitable purpose for the benefit of the inhabitants of the City of Kingston Upon Hull, in particular but not exclusively the area known as Preston Road, especially the regeneration of that area.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Accommodation/housing, Arts/culture/heritage/science, Amateur Sport, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, Other Defined Groups

Geography

- **Area of benefit:** KINGSTON UPON HULL, EAST YORKSHIRE.
- Kingston Upon Hull City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,020,757	£1,432,965	£7,126,411	0
2024-03-31	£785,755	£1,237,464	£7,538,619	0
2023-03-31	£793,605	£1,221,545	£7,990,328	0
2022-03-31	£659,735	£1,129,898	£8,418,268	19
2021-03-31	£703,068	£1,154,729	£8,888,431	21

Trustees

Name	Role	Appointed
SUSAN SHEPPARD	Chair	
Cheryl Ann Rickles		2025-03-19
Fergus Turnbull		2026-05-20
Harold McConnell		2018-08-02
Hester Catherine Bridges		2016-09-15
John Stephen ALLTOFT		
Rebecca Norman		2017-06-26
Rev RICHARD PAUL PHILLIPS		2014-09-29

The Freedom Community Trust Limited

England & Wales - Charity number 1094807

Accounts

Company registration number: 04012143

Charity registration number: 1094807

The Freedom Community Trust Limited

Consolidated Financial Statements

31 March 2025

Smailes Goldie
Chartered Accountants
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

The Freedom Community Trust Limited

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 6
Independent Auditors' Report	7 to 10
Consolidated Statement of Financial Activities	11
Consolidated Balance Sheet	12
Balance Sheet	13
Consolidated Statement of Cash Flows	14
Notes to the Financial Statements	15 to 32

The Freedom Community Trust Limited

Reference and Administrative Details

Trustees	S J Alltoft
	J Boyd
	H C Bridges
	H McConnell
	R Norman
	Rev R P Phillips
	S Sheppard
	C A Rickles
Secretary	S Garnett
Charity Registration Number	1094807
Company Registration Number	04012143
Registered Office	The charity is incorporated in England and Wales.
	The Freedom Centre
	97 Preston Road
	Hull
	East Yorkshire HU9 3QB
Auditor	Smailes Goldie
	Chartered Accountants
	Regent's Court
	Princess Street
	Hull
	East Yorkshire HU2 8BA
Bankers	Virgin Money
	214 Holderness Road
	Hull
	HU9 2AA

The Freedom Community Trust Limited

Trustees' Report

Chair's Statement

We are here to improve the quality of life for communities in East Hull. The challenges we face continue to develop around key themes of health, wellbeing and opportunities. We continue to work hard to find solutions to these challenges.

Our focus remains on being a proactive, positive force - bringing people together, creating joyful experiences, and celebrating the strength and resilience that exists in abundance in East Hull. While much of our work addresses issues relating to poverty, isolation, and health inequalities, we do so in a way that uplifts and empowers.

As always, the Freedom Centre has been at the heart of our delivery. We are deeply grateful to the team for their continued dedication and for developing the skills needed to secure funding from a wide range of sources. Their efforts have enabled us to continue delivering vital services and innovative projects.

This year, we've seen a wide range of impactful work, including:

- **Creative and inclusive community events** - from science based activities to animal encounters - offering free food for children and vital support for families during school holidays, helping to encourage engagement, curiosity, reduce isolation and financial pressure.
- **A vibrant summer programme**, including two free family fun days featuring petting zoos and memorable moments like the visit from unicorns, creating lasting memories and bringing joy to children and families.
- **Essential support for families**, including hygiene packs, sanitary products, sun protection kits, and a free school uniform service, helping to ease financial strain and promote dignity and wellbeing.
- **A winter support programme** for older residents, offering affordable meals, energy advice, and warm equipment, helping to tackle fuel poverty and social isolation during colder months.
- **Flood preparedness**, with free equipment available to help households respond quickly to emergencies, increasing community resilience and safety through collaboration with co-located partners.
- **Festive celebrations**, including a visit from Father Christmas, free gifts, and personalised letters to children, spreading joy and helping all families feel included during the holiday season.
- **Free public WiFi**, free SIM cards (with free calls, texts and data) and provision of library and ICT services, helping to bridge the digital divide and support lifelong learning.
- Continued support for Hull's Poverty Truth Commission, amplifying lived experiences to influence positive change and drive community led solutions.

We are grateful to our partners - Hull City Council, Tess (Hull) Ltd, Vic Coupland Ltd, MS3 Networks, the Humberside Police and Crime Commissioner, Cranswick Foods plc, the National Lottery Community Fund, Power to Change, and many others - for their continued support.

As we look ahead, we know the challenges will evolve. But so will we. We are proud of what we've achieved and remain committed to doing even more for our community.

Sue Sheppard - Chair

The Freedom Community Trust Limited

Trustees' Report

ACHIEVEMENTS AND PERFORMANCE

Our highlights include (but are not limited to):

Objective	What we did
The relief of poverty and unemployment	Continued provision of low-cost food via the Freedom Centre Café and Freedom Fresh Food project (with EMS and Cranswick Foods). Distributed free gym passes, low-cost meals, hygiene and sanitary products, and sun protection kits. Delivered free community events and provided energy advice. Supported Hull's Poverty Truth Commission.
The advancement of education, training, or retraining	Maintained support for adult education, library services, and community ICT access to improve digital and employment skills.
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	Provided ongoing support for start-ups and youth enterprise. Offered technical and financial guidance to help local businesses and care leavers access opportunities.
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Delivered a wide range of family-friendly events including fun days, craft sessions, and animal encounters. Supported the Freedom Centre's recreational facilities and social programs.
The protection or conservation of the environment	Free flood alleviation equipment made available (e.g. pumps, absorbent mats). Continued program to convert to low energy usage fittings. Fitted large solar array on the roof.
The holding of exhibitions, meetings, etc.	Continued the hosting of exhibitions, meetings, and events to foster engagement and inclusion.
The promotion of public safety and prevention of crime	Completed CCTV upgrades with support from the Police and Crime Commissioner. Maintained strong partnerships with police, housing providers, and the local authority.
The promotion of health and healthy lifestyles	Supported health promotion campaigns in partnership with NHS and local charities. Operated a low-cost community gym and provided nutritious meals through the café.

The Freedom Community Trust Limited

Trustees' Report

Financial review

The charity's consolidated income for the year ended 31 March 2025 was £1,020,757 (2024: £785,755). The total consolidated outgoing resources amounted to £1,432,965 (2024: £1,237,464) resulting in a deficit of £412,208 (2024: £451,709).

The charity had consolidated unrestricted reserves of £7,102,931 (2024: £7,520,213) and consolidated restricted reserves of £23,480 (2024: £18,406). Taking into account the nature of the charity's income streams, the trustees are of the view that reserves at these levels are sufficient.

Plans for future periods

We anticipate that we will continue to see increasing demands for support, rising delivery costs and continued pressure on revenues. However, we will continue our commitment to deliver our objectives. We are hopeful that providers in the funding market will be returning to support community priorities.

Objective	Our plans
The relief of poverty and unemployment	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The advancement of education, training, or retraining	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability

The Freedom Community Trust Limited

Trustees' Report

Plans for future periods

Objective	Our plans
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supporting the work of the Freedom Centre to deliver recreational facilities and positive social experiences Develop existing community groups Encourage new community groups to form
The protection or conservation of the environment	Working with partners and others to explore ways of ensuring the development towards sustainability of the local environment
The holding of exhibitions, meetings, etc.	Supporting the Freedom Centre to provide exceptional quality facilities to the benefit of the wider community
The promotion of public safety and prevention of crime	We will seek continued improvements in the security of the area working closely with agencies such as the police.
The promotion of health and healthy lifestyles	Supporting or co-ordinating health promoting charities, volunteer groups, statutory bodies, and the objectives of national programmes.

Structure, governance and management

Nature of governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

All trustees have been in appointment throughout the year except for the below:

C A Rickles - appointed 19th March 2025

The Freedom Community Trust Limited

Trustees' Report

Statement of trustees' responsibilities

The trustees (who are also the directors of The Freedom Community Trust Limited for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the parent charitable company and the group and of the incoming resources and application of resources, including its 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 apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 parent charitable company will continue in business.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditor

The auditors, Smailes Goldie, will be proposed for re-appointment at the forthcoming Annual General Meeting.

The annual report was approved by the trustees of the charity on 24 September 2025 and signed on its behalf by:


S Sheppard
Trustee

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

Opinion

We have audited the financial statements of The Freedom Community Trust Limited (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 March 2025, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, , Balance Sheet, Consolidated Statement of Cash Flows and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (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 parent charity's affairs as at 31 March 2025 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 International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinion on other matter 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 and Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the and Trustees' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the and 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 by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 6), 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 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 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 charity or to cease operations, or have no realistic alternative but to do so.

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

Auditor 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:

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 focused on specific laws and regulations which we considered may have a direct material effect on the charity only and consolidated financial statements or the operations of the charitable company and the group, including the Companies Act 2006, the Charities Act 2011, data protection, anti-bribery, employment, fundraising regulations, health and safety legislation, health and social care regulations and childcare regulations. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's and consolidated financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management 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:

- 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 the 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;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

Due to the inherent limitations of the audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation.

This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances 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.

The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omissions or misrepresentation.

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

Use of our report

This report is made solely to the charitable parent company's trustees, 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 group's trustees 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 parent company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



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Luke Taylor BSc (Hons), FCA (Senior Statutory Auditor)
For and on behalf of Smailes Goldie, Statutory Auditor

Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

24 September 2025

The Freedom Community Trust Limited

Consolidated Statement of Financial Activities for the Year Ended 31 March 2025

(Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2025 £	Total 2024 £
Income and Endowments from:					
Donations and legacies	2	100,000	-	100,000	-
Charitable activities	3	-	149,465	149,465	57,025
Trading activities		265,707	-	265,707	225,678
Investment income	4	487,987	-	487,987	484,563
Other income		17,598	-	17,598	18,489
Total income		<u>871,292</u>	<u>149,465</u>	<u>1,020,757</u>	<u>785,755</u>
Expenditure on:					
Raising funds	5	(148,407)	-	(148,407)	(128,405)
Charitable activities	6	(1,140,167)	(144,391)	(1,284,558)	(1,109,059)
Total expenditure		<u>(1,288,574)</u>	<u>(144,391)</u>	<u>(1,432,965)</u>	<u>(1,237,464)</u>
Net (expenditure)/income		<u>(417,282)</u>	<u>5,074</u>	<u>(412,208)</u>	<u>(451,709)</u>
Net movement in funds		(417,282)	5,074	(412,208)	(451,709)
Reconciliation of funds					
Total funds brought forward		<u>7,520,213</u>	<u>18,406</u>	<u>7,538,619</u>	<u>7,990,328</u>
Total funds carried forward	21	<u>7,102,931</u>	<u>23,480</u>	<u>7,126,411</u>	<u>7,538,619</u>

All of the group's activities derive from continuing operations during the above two periods.

The funds breakdown for 2024 is shown in note 12.

The notes on pages 15 to 32 form an integral part of these financial statements.

The Freedom Community Trust Limited
(Registration number: 04012143)
Consolidated Balance Sheet as at 31 March 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible assets	13	6,463,190	7,070,852
Current assets			
Stocks	15	1,723	1,365
Debtors	16	71,090	63,801
Cash at bank and in hand		<u>746,252</u>	<u>557,624</u>
		819,065	622,790
Creditors: Amounts falling due within one year	17	<u>(155,844)</u>	<u>(155,023)</u>
Net current assets		<u>663,221</u>	<u>467,767</u>
Net assets		<u>7,126,411</u>	<u>7,538,619</u>
Funds of the group:			
Restricted income funds			
Restricted funds		23,480	18,406
Unrestricted income funds			
Unrestricted funds		<u>7,102,931</u>	<u>7,520,213</u>
Total funds	21	<u>7,126,411</u>	<u>7,538,619</u>

The financial statements on pages 11 to 32 were approved by the trustees, and authorised for issue on 24 September 2025 and signed on their behalf by:


.....
S Sheppard
Trustee

The notes on pages 15 to 32 form an integral part of these financial statements.

The Freedom Community Trust Limited

(Registration number: 04012143)
Balance Sheet as at 31 March 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible assets	13	6,439,903	7,050,602
Investments		<u>10</u>	<u>10</u>
		<u>6,439,913</u>	<u>7,050,612</u>
Current assets			
Debtors	16	41,362	31,284
Cash at bank and in hand		<u>621,357</u>	<u>474,477</u>
		662,719	505,761
Creditors: Amounts falling due within one year	17	<u>(65,840)</u>	<u>(73,708)</u>
Net current assets		<u>596,879</u>	<u>432,053</u>
Net assets		<u>7,036,792</u>	<u>7,482,665</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		23,480	18,406
Unrestricted income funds			
Unrestricted funds		<u>7,013,312</u>	<u>7,464,259</u>
Total funds	21	<u>7,036,792</u>	<u>7,482,665</u>

The financial statements on pages 11 to 32 were approved by the trustees, and authorised for issue on 24 September 2025 and signed on their behalf by:


S Sheppard
Trustee

The notes on pages 15 to 32 form an integral part of these financial statements.

The Freedom Community Trust Limited

Consolidated Statement of Cash Flows for the Year Ended 31 March 2025

	Note	2025 £	2024 £
Cash flows from operating activities			
Net cash expenditure		(412,208)	(451,709)
Adjustments to cash flows from non-cash items			
Depreciation	5	466,770	474,602
Investment income	4	(487,987)	(484,563)
Property management costs		79,682	68,256
Loss on disposal of tangible fixed assets		50,237	-
Donated capital		(100,000)	-
		<u>(403,506)</u>	<u>(393,414)</u>
Working capital adjustments			
(Increase)/decrease in stocks	15	(358)	472
Increase in debtors	16	(7,290)	(3,691)
Increase in creditors	17	821	47,302
Net cash flows from operating activities		<u>(410,333)</u>	<u>(349,331)</u>
Cash flows from investing activities			
Interest receivable and similar income	4	487,987	484,563
Property management costs		(79,682)	(68,256)
Purchase of tangible fixed assets	13	(10,278)	(10,017)
Sale of tangible fixed assets		200,934	-
Net cash flows from investing activities		<u>598,961</u>	<u>406,290</u>
Net increase in cash and cash equivalents		188,628	56,959
Cash and cash equivalents at 1 April		<u>557,624</u>	<u>500,665</u>
Cash and cash equivalents at 31 March		<u><u>746,252</u></u>	<u><u>557,624</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 15 to 32 form an integral part of these financial statements.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

1 Accounting policies

Statement of compliance

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 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The Freedom Community Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 31 March 2025.

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made net outgoing resources for the financial year of £445,873 (2024 - net incoming resources £401,732).

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full. Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

Income and endowments

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

Donations and legacies

Voluntary income is recognised once the Charity has been able to establish certainty as to the timing and amount of the income.

Gifts in kind

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

Investment income

Investment income received in respect of the letting of premises is recognised in the Statement of Financial Activities in the period to which it relates.

Expenditure

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any value added tax which cannot be recovered. Costs associated with the provision of the premises from which the Charity derives its investment income are classified as costs of raising funds, whilst all remaining costs, excluding governance costs, are treated as supporting the grant making activities and classified as appropriate.

Grants in furtherance of the Charity's objectives are recorded on the basis of the liability arising in the period.

Taxation

The company, as a registered Charity, has obtained exemption from corporation tax. Charitable tax exemptions can therefore be claimed to the extent that income and/or gain are applicable and applied for charitable purposes only. Value added tax is absorbed as part of the operational costs of the company to the extent that it is not able to be recovered under the terms of its registration.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

Tangible fixed assets

Fixed assets are initially recorded at cost.

All land and buildings are classified as mixed motive investments held for a combination of the financial return they generate and the contribution their use by the subsidiary and other parties makes to the investing Charity's own purposes. However the trustees consider it impractical to apportion the properties between tangible fixed assets and investment properties such that all properties are classed as tangible fixed assets.

Depreciation and amortisation

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

Asset class	Depreciation method and rate
Freehold Buildings	Straight line over 25 or 50 years
Freehold Land	Nil
Leasehold Buildings	Straight line over the term of the lease
Fixtures & Fittings	Straight line over 3 to 5 years

Fixed asset investments

Fixed asset investments are included at cost less any provision for permanent diminution in value.

Stock

Stocks are stated at the lower of cost or estimated selling price less costs to complete and sell. At each reporting date an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in the Statement of Financial Activities. Reversals of impairment losses are also recognised in the Statement of Financial Activities.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure

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

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Further detail on each restricted funds purpose is at note 20.

Operating leases

Leases which do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases.

Income from operating leases is recognised in the Statement of Financial Activities on a straight line basis over the lease term. Costs incurred in earning the lease income are recognised as costs of raising funds.

Operating lease expenses are recognised as an expense over the lease term on a straight line basis.

Pensions and other post retirement obligations

The subsidiary undertaking Preston Road Enterprises Limited makes payments to a money purchase pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Financial instruments

Classification

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Recognition and measurement

Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense. 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 company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Income from donations and legacies

	Unrestricted funds General £	Total 2025 £	Total 2024 £
Donated assets for use by the group	100,000	100,000	-
	<u>100,000</u>	<u>100,000</u>	<u>-</u>

3 Income from charitable activities

	Restricted funds £	Total 2025 £	Total 2024 £
Big Lottery - Freedom Fresh Food	-	-	52,248
HERCT Funding	-	-	2,079
Asda - Youth Club	2,000	2,000	-
Other Donations	-	-	2,698
Morrisons - New Chairs	4,896	4,896	-
Hull City Council - External Lights	7,897	7,897	-
Groundworks UK - Solar Energy System	120,751	120,751	-
Groundworks UK - Hygiene for all	2,000	2,000	-
Groundworks - Ceiling Tiles	1,200	1,200	-
ESC Lottery - New Gym Equipment	8,841	8,841	-
Hull City Council	1,880	1,880	-
	<u>149,465</u>	<u>149,465</u>	<u>57,025</u>

4 Investment income

	Unrestricted funds General £	Total 2025 £	Total 2024 £
Rents and service charges receivable	487,987	487,987	484,563

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

5 Expenditure on raising funds

a) Costs of trading activities

	General funds £	Restricted funds £	Total 2025 £	Total 2024 £
Costs of goods sold	68,725	-	68,725	60,149
	<u>68,725</u>	<u>-</u>	<u>68,725</u>	<u>60,149</u>

b) Investment management costs

	Unrestricted funds General £	Restricted funds £	Total 2025 £	Total 2024 £
Property management costs	79,682	-	79,682	68,256
	<u>79,682</u>	<u>-</u>	<u>79,682</u>	<u>68,256</u>

6 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	2025 £	2024 £
Community services & facilities	440,934	843,624	1,284,558	1,109,059
	<u>440,934</u>	<u>843,624</u>	<u>1,284,558</u>	<u>1,109,059</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

7 Analysis of support costs

Charitable activities expenditure

	Unrestricted funds General £	Restricted funds £	Total 2025 £	Total 2024 £
Management	52,719	-	52,719	38,876
Finance	51,055	-	51,055	30,988
Information technology	400	-	400	372
Human resources	73,317	-	73,317	69,174
Premises costs	-	134,391	134,391	-
Governance costs	14,735	-	14,735	14,000
Depreciation	466,770	-	466,770	474,602
Loss on disposal of tangible fixed asset	50,237	-	50,237	-
	<u>709,233</u>	<u>134,391</u>	<u>843,624</u>	<u>628,012</u>

8 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2025 £	2024 £
Audit fees	14,735	14,000
Loss on disposal of tangible fixed assets	50,237	-
Depreciation of fixed assets	<u>466,770</u>	<u>474,602</u>

9 Trustees remuneration and expenses

During the year the group made the following transactions with trustees:

S Sheppard

£300 (2024: £300) of expenses were reimbursed to S Sheppard during the year. These were for telephone, internet and other expenses.

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

10 Staff costs

The aggregate payroll costs were as follows:

	2025 £	2024 £
Staff costs during the year were:		
Wages and salaries	409,639	390,920
Social security costs	29,515	25,692
Pension costs	9,665	9,146
	<u>448,819</u>	<u>425,758</u>
	2025 No	2024 No
Average number of employees	<u>18</u>	<u>19</u>
The number of employees whose emoluments fell within the following bands was:		
	2025 No	2024 No
£60,001 - £70,000	<u>1</u>	<u>1</u>

The total employee benefits of the key management personnel of the group were £136,155 (2024 - £128,306).

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

11 Taxation

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

12 Comparative Statement of Financial Activity

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £
Income and Endowments from:				
Charitable activities	3	2,698	54,327	57,025
Trading activities		225,678	-	225,678
Investment income	4	484,563	-	484,563
Other income		18,489	-	18,489
Total income		<u>731,428</u>	<u>54,327</u>	<u>785,755</u>
Expenditure on:				
Raising funds	5	(128,405)	-	(128,405)
Charitable activities	6	<u>(1,055,532)</u>	<u>(53,527)</u>	<u>(1,109,059)</u>
Total expenditure		<u>(1,183,937)</u>	<u>(53,527)</u>	<u>(1,237,464)</u>
Net (expenditure)/income		<u>(452,509)</u>	<u>800</u>	<u>(451,709)</u>
Net movement in funds		(452,509)	800	(451,709)
Reconciliation of funds				
Total funds brought forward		<u>7,972,722</u>	<u>17,606</u>	<u>7,990,328</u>
Total funds carried forward	21	<u><u>7,520,213</u></u>	<u><u>18,406</u></u>	<u><u>7,538,619</u></u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

13 Tangible fixed assets

Group

Cost

At 1 April 2024

Additions

Disposals

At 31 March 2025

Depreciation

At 1 April 2024

Charge for the year

Eliminated on disposals

At 31 March 2025

Net book value

At 31 March 2025

At 31 March 2024

	Freehold property £	Long leasehold £	Fixtures and Fittings £	Plant and Machinery £	Total £
	12,975,971	3,843,682	43,916	114,862	16,978,431
	100,000	-	-	10,278	110,278
	(250,000)	(5,000)	-	-	(255,000)
	<u>12,825,971</u>	<u>3,838,682</u>	<u>43,916</u>	<u>125,140</u>	<u>16,833,709</u>
	7,072,900	2,698,279	41,788	94,611	9,907,578
	311,422	145,978	2,128	7,242	466,770
	-	(3,829)	-	-	(3,829)
	<u>7,384,322</u>	<u>2,840,428</u>	<u>43,916</u>	<u>101,853</u>	<u>10,370,519</u>
	5,441,649	998,254	-	23,287	6,463,190
	<u>5,903,071</u>	<u>1,145,403</u>	<u>2,128</u>	<u>20,251</u>	<u>7,070,853</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

Charity

Cost

At 1 April 2024

Additions

Disposals

At 31 March 2025

Depreciation

At 1 April 2024

Charge for the year

Eliminated on disposals

At 31 March 2025

Net book value

At 31 March 2025

At 31 March 2024

	Freehold property £	Long leasehold £	Fixtures and Fittings £	Total £
	12,975,971	3,843,682	43,916	16,863,569
	100,000	-	-	100,000
	(250,000)	(5,000)	-	(255,000)
	12,825,971	3,838,682	43,916	16,708,569
	7,072,900	2,698,279	41,788	9,812,967
	311,422	145,978	2,128	459,528
	-	(3,829)	-	(3,829)
	7,384,322	2,840,428	43,916	10,268,666
	5,441,649	998,254	-	6,439,903
	5,903,071	1,145,403	2,128	7,050,602

All leasehold and freehold land and buildings are considered to be mixed motive investments held for a combination of their financial return and contribution they make to the objectives of the Charity. However, the trustees consider it impractical to make an apportionment between functional property and investment property such that all properties are classed as tangible fixed assets.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

14 Fixed asset investments

Charity

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 April 2024	10	10
At 31 March 2025	10	10
Net book value		
At 31 March 2025	10	10
At 31 March 2024	10	10

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2025	2024	
Subsidiary undertakings					
Preston Road Enterprises Limited	England and Wales	Ordinary	100%	100%	Function/meeting facilities

In the opinion of the directors, the value of the company's investment in its subsidiary undertaking is not less than the amount at which it is stated in the balance sheet.

	2025 £	2024 £
Turnover	843,526	779,401
Expenditure	(780,740)	(748,553)
Net profit/(loss)	62,786	30,848
Reserves	89,629	55,961

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

15 Stock

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Stocks	1,723	1,365	-	-

16 Debtors

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Trade debtors	26,050	38,777	17,207	25,265
Other debtors	45,040	25,024	24,155	6,019
	<u>71,090</u>	<u>63,801</u>	<u>41,362</u>	<u>31,284</u>

17 Creditors: amounts falling due within one year

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Trade creditors	48,682	31,776	26,616	16,167
Other taxation and social security	21,417	17,456	-	1,396
Other creditors	14,469	15,631	14,469	15,631
Accruals and deferred income	71,276	90,160	24,755	40,514
	<u>155,844</u>	<u>155,023</u>	<u>65,840</u>	<u>73,708</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

18 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Charity	
	2025 £	2024 £	2025 £	2024 £
Within one year	5,655	3,672	2,083	2,083
Between one and five years	15,920	9,079	8,332	8,332
After five years	209,259	211,342	209,259	211,342
	<u>230,834</u>	<u>224,093</u>	<u>219,674</u>	<u>221,757</u>

Minimum lease payments due to the charitable company and the group under non-cancellable operating leases fall due as follows:

	2025 Group £	2024 Group £	2025 Charity £	2024 Charity £
Within one year	221,126	224,267	135,322	138,462
Between one and five years	260,747	352,147	358,600	466,500
Over five years	28,650	55,383	18,592	45,225
	<u>510,523</u>	<u>631,797</u>	<u>512,514</u>	<u>650,187</u>

19 Contingent assets

Group

During 2005 the subsidiary company successfully defended an employment tribunal case brought by a former employee. The company was awarded costs of £10,197 which the claimant was not immediately able to pay. The amount of costs plus accrued interest at 8% per annum is now secured against the claimant's private residence and will be settled when the property is sold.

20 Contingent liabilities

Group

The terms of the subsidiary company's original funding agreement with Government office provide that if fixed assets are sold or their ownership transferred while they have any economic value, Government Office must be notified as soon as possible and they may require the proceeds or an appropriate proportion thereof to be repaid.

The Village Childcare Centre was in part funded by the National Lottery. In the event that the building is sold 6.6% of the market value (being the proportion of the original construction costs funded by the donor) will be repayable to the donor under the terms of the grant.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

21 Funds

Group

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Balance at 31 March 2025 £
Unrestricted funds				
General				
Unrestricted	7,520,213	871,292	(1,288,574)	7,102,931
Restricted funds				
Freedom Food Project	18,406	-	(10,000)	8,406
Hygiene for All	-	2,000	-	2,000
Youth Project	-	2,000	-	2,000
Facilities and Infrastructure	-	145,465	(134,391)	11,074
Total restricted funds	<u>18,406</u>	<u>149,465</u>	<u>(144,391)</u>	<u>23,480</u>
Total funds	<u>7,538,619</u>	<u>1,020,757</u>	<u>(1,432,965)</u>	<u>7,126,411</u>
	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Balance at 31 March 2024 £
Unrestricted funds				
General				
Unrestricted	7,972,722	731,428	(1,183,937)	7,520,213
Restricted funds				
Freedom Food Project	17,606	52,248	(51,448)	18,406
Stationery Project	-	2,079	(2,079)	-
Total restricted funds	<u>17,606</u>	<u>54,327</u>	<u>(53,527)</u>	<u>18,406</u>
Total funds	<u>7,990,328</u>	<u>785,755</u>	<u>(1,237,464)</u>	<u>7,538,619</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

Charity

	Balance at 1 April 2024 £	Incoming resources £	Resources expended £	Balance at 31 March 2025 £
Unrestricted funds				
General				
Unrestricted	7,464,259	548,577	(999,524)	7,013,312
Restricted funds				
Freedom Food Project	18,406	-	(10,000)	8,406
Hygiene for All	-	2,000	-	2,000
Youth Project	-	2,000	-	2,000
Facilities Infrastructure	-	145,465	(134,391)	11,074
Total restricted funds	<u>18,406</u>	<u>149,465</u>	<u>(144,391)</u>	<u>23,480</u>
Total funds	<u>7,482,665</u>	<u>698,042</u>	<u>(1,143,915)</u>	<u>7,036,792</u>
	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Balance at 31 March 2024 £
Unrestricted funds				
General				
Unrestricted	7,866,791	504,151	(906,683)	7,464,259
Restricted funds				
Freedom Food Project	17,606	52,248	(51,448)	18,406
Stationery Project	-	2,079	(2,079)	-
Total restricted funds	<u>17,606</u>	<u>54,327</u>	<u>(53,527)</u>	<u>18,406</u>
Total funds	<u>7,884,397</u>	<u>558,478</u>	<u>(960,210)</u>	<u>7,482,665</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

22 Analysis of net assets between funds

Group

	Unrestricted funds General £	Restricted funds £	Total funds at 31 March 2025 £	Total funds at 31 March 2024 £
Tangible fixed assets	6,463,190	-	6,463,190	7,070,852
Current assets	795,585	23,480	819,065	622,790
Current liabilities	(155,844)	-	(155,844)	(155,023)
Total net assets	<u>7,102,931</u>	<u>23,480</u>	<u>7,126,411</u>	<u>7,538,619</u>

Charity

	Unrestricted funds General £	Restricted funds £	Total funds at 31 March 2025 £	Total funds at 31 March 2024 £
Tangible fixed assets	6,439,903	-	6,439,903	7,050,602
Fixed asset investments	10	-	10	10
Current assets	639,239	23,480	662,719	505,761
Current liabilities	(65,840)	-	(65,840)	(73,708)
Total net assets	<u>7,013,312</u>	<u>23,480</u>	<u>7,036,792</u>	<u>7,482,665</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

23 Related party transactions

Group

The board members named in the directors' report as Resident or Independent Trustees live in the Preston Road neighbourhood. As such they are likely to have derived some benefit from the projects and initiatives undertaken by the company. However apart from the matter noted below the Board is of the opinion that such benefits are unlikely to influence the said members in pursuing the separate interests of the Charity. Accordingly in accordance with paragraph 9.18 SORP 2015 no disclosure is considered necessary.

The following related party transactions have occurred:

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Environmental & Management Solutions Limited				
Sales	4,058	8,605	4,058	8,006
Purchases	5,906	41,679	514	36,595
Debtor/(Creditor)	-	2,274	-	2,214
Child Dynamix Limited				
Sales	45,622	45,622	45,622	45,622
Purchases	-	-	-	-
Debtor/(Creditor)	7,500	7,500	7,500	7,500

Both entities are related parties due to having common directors.

24 Member's liability

The company was incorporated as a company limited by guarantee and therefore has no share capital and is also registered as a Charity. The liability of the members is limited on the winding up of the company. Each member is only liable whilst being a member.

At the balance sheet date there were 9 members.

The Freedom Community Trust Limited

England & Wales - Charity number 1094807

Accounts



Smailes Goldie
CHARTERED ACCOUNTANTS

REGISTERED COMPANY NUMBER: 04012143 (England and Wales)

REGISTERED CHARITY NUMBER: 1094807

The Freedom Community Trust Limited

Consolidated Financial Statements

31st March 2024



SD-0215346-1-6



ICAEW
CHARTERED
ACCOUNTANTS



The Freedom Community Trust Limited

Contents

Reference and Administrative Details	1
Trustees' Report	2 to 6
Independent Auditors' Report	7 to 10
Consolidated Statement of Financial Activities	11
Consolidated Balance Sheet	12
Balance Sheet	13
Consolidated Statement of Cash Flows	14
Notes to the Financial Statements	15 to 31

The Freedom Community Trust Limited

Reference and Administrative Details

Trustees	S J Alltoft
	J Boyd
	H C Bridges
	H McConnell
	R Norman
	Rev R P Phillips
	S Sheppard
Secretary	S Garnett
Registered Office	The Freedom Centre 97 Preston Road Hull East Yorkshire HU9 3QB
Company Registration Number	04012143
Charity Registration Number	1094807
Auditor	Smailes Goldie Chartered Accountants Regent's Court Princess Street Hull East Yorkshire HU2 8BA
Bankers	Virgin Money 214 Holderness Road Hull HU9 2AA

The Freedom Community Trust Limited

Trustees' Report

Chair's Statement

We are here to improve the quality of life for the people who live in our communities in east Hull. There are plenty of statistics that show what the challenges are, from financial issues, finding employment, getting the right skills, and the impacts that these issues have on people's health. Whilst these issues have a great impact on the lives of our communities, it's not what defines them. And as an integral part of the community, it's not what defines us. Our focus remains on being proactive, working as part of the community, to be a positive force, bringing people together, making great memories and bringing joy to life. So, whilst many of the tasks we undertake directly alleviate poverty, break down barriers, bring people out of isolation, improve life chances and benefit people's health, it is important to remember that we do this in celebration of the community we are part of, as an integral part of the positivity and strength that can be found here in abundance.

As ever we deliver most of our work through the Freedom Centre and we are grateful to the team for their continued commitment to supporting the community. In particular their hard work in developing new skills to secure grant funding from a wide source of funders and private partners has been much appreciated by trustees.

In addition to the day-to-day work of supporting community groups to beat isolation and provide low-cost high-quality food, the team has delivered a number of exceptional projects that have made a real difference for the community, including:

- Innovative community events throughout the year, from indoor camping and nature-based crafts, science events and animal encounters, the range of activities has been amazing. All of our events include free food for the children, giving additional support particularly at challenging times such as school holidays.
- Another summer programme of events, with lots of free events for families, including two free family fun days, with a petting zoo and plenty to do for all the family. The unicorns that visited will be long be remembered by all who saw them.
- Continued provision of free items to support adults, children and families including hygiene packs (toothbrushes, toothpaste, shower gels and much more), women's sanitary products, sun protection kits (hats, cream water and advice) for children and other items.
- A free uniform swapping service with hundreds of items sorted, cleaned and given away, saving the community thousands. Staff took many items and washed them themselves at home.
- A comprehensive winter support programme for older people, including free gym passes, a two-course meal with hot drink for £1, free energy advice and free equipment including blankets.
- Free flood support equipment is now available including pumps and absorbent mats so that we can help the community quickly should the need arise.
- Events over Christmas included a visit from the real Father Christmas, free gifts for the children and a free letter from Father Christmas posted to the homes of all children who wrote to him via our post box.
- Provision of free public WiFi
- Extensive support for Hull's Truth and Poverty Commission

We are grateful to Tess (Hull) Ltd, Vic Coupland Ltd, MS3 Networks, Hull City Council, the Humberside Police and Crime Commissioner, Cranswick Foods plc, the National Lottery Community Fund, Power to Change and many others for their continued support.

The Freedom Community Trust Limited

Trustees' Report

As we look to the future the challenges that we face, both as a community and an organisation, continue to develop, we know that there will always be more to do. We are grateful for what we have delivered so far in such difficult times, and will continue our journey, challenging ourselves to deliver more for our community in the years to come.

Sue Sheppard – Chair

ACHIEVEMENTS AND PERFORMANCE

Our highlights include (but are not limited to):

Objective	What we did
The relief of poverty and unemployment	Provision of low-cost food through the Freedom Centre Cafe and the continuation of our Freedom Fresh Food project in partnership with EMS and the incredible generosity of Cranswick Foods. Provision of free gym passes, two course meals for £1 and free equipment such as blankets. Provision of free female sanitary products. Provision of free hygiene products for children, adults and families. Provision of free community events including fund days, craft events, animal encounters, and educational events (such as science based interactive events) Provision of free sun protection kits for children including advice Provision of free energy advice Provision of support to Hull's Poverty Truth Commission
The advancement of education, training, or retraining	We continue the support of adult education, library, and community ICT services to and ensure that all communities get the best access skills and training.
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	Support given to start-up businesses including technical and financial support. This included help to access covid support grants to ensure they could continue to operate through the pandemic. Support for youth enterprise continues along with support for care leavers to access work and other related support.
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supported the work of the Freedom Centre to deliver recreational facilities and positive social experiences and family activities, providing much needed relief in difficult times.
The protection or conservation of the environment	Provision of free flood alleviation equipment Programme to convert to low energy usage fittings continues
The holding of exhibitions, meetings, etc.	Continued to deliver exhibitions, meetings and opportunities for the community to gather

The Freedom Community Trust Limited

Trustees' Report

Objective	What we did
The promotion of public safety and prevention of crime	CCTV upgrade completed with support from the Police and Crime Commissioner We continue to work closely with all agencies including police, housing providers and local authority continues to address issues.
The promotion of health and healthy lifestyles	We provided location support to a wide range of health promotion charities and the NHS to spread positive messages about health. Our community gym continued to provide an exceptional value service to its members. Our café provided low-cost high-quality food for the community

Financial review

The charity's income for the year ended 31 March 2024 was £785,755 (2023: £793,605). The total outgoing resources amounted to £1,237,464 (2023: £1,221,545) resulting in a deficit of £451,709 (2023: £427,940).

The charity had unrestricted reserves of £7,520,213 (2023: £7,972,722) and restricted reserves of £18,406 (2023: £17,606). Taking into account the nature of the charity's income streams, the trustees are of the view that reserves at these levels are sufficient.

Plans for future periods

We anticipate that we will continue to see increasing demands for support, rising delivery costs and continued pressure on revenues. However, we will continue our commitment to deliver our objectives. We are hopeful that providers in the funding market will be returning to support community priorities.

Objective	Our plans
The relief of poverty and unemployment	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The advancement of education, training, or retraining	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability

The Freedom Community Trust Limited

Trustees' Report

Plans for future periods

Objective	Our plans
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	We will continue to work with partners to improve opportunities to access skills and find employment Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supporting the work of the Freedom Centre to deliver recreational facilities and positive social experiences Develop existing community groups Encourage new community groups to form
The protection or conservation of the environment	Working with partners and others to explore ways of ensuring the development towards sustainability of the local environment
The holding of exhibitions, meetings, etc.	Supporting the Freedom Centre to provide exceptional quality facilities to the benefit of the wider community
The promotion of public safety and prevention of crime	We will seek continued improvements in the security of the area working closely with agencies such as the police.
The promotion of health and healthy lifestyles	Supporting or co-ordinating health promoting charities, volunteer groups, statutory bodies, and the objectives of national programmes.

Structure, governance and management

Nature of governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Freedom Community Trust Limited

Trustees' Report

- state whether applicable accounting standards, comprising FRS 102 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that can 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

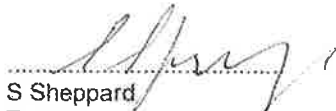
Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditor

The auditors, Smailes Goldie, will be proposed for re-appointment at the forthcoming Annual General Meeting.

The annual report was approved by the trustees of the charity on and signed on its behalf by:


S Sheppard
Trustee

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

Opinion

We have audited the financial statements of The Freedom Community Trust Limited (the 'charitable parent company') and its subsidiaries (the 'group') for the year ended 31 March 2024, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, , Balance Sheet, Consolidated Statement of Cash Flows and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (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 parent charity's affairs as at 31 March 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 International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's ability to continue as a going concern for a period of at least twelve months from when the original financial statements were authorised for issue.

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinion on other matter 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 and Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the and Trustees' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the group and the parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the and 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 by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities (set out on page 6), 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 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 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 charity or to cease operations, or have no realistic alternative but to do so.

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

Auditor 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:

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:

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 focused on specific laws and regulations which we considered may have a direct material effect on the charity only and consolidated financial statements or the operations of the charitable company and the group, including the Companies Act 2006, the Charities Act 2011, data protection, anti-bribery, employment, fundraising regulations, health and safety legislation, health and social care regulations and childcare regulations. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's and consolidated financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management 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;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and

The Freedom Community Trust Limited

Independent Auditor's Report to the Members of The Freedom Community Trust Limited

Due to the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances 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.

The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

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

Use of our report

This report is made solely to the charitable parent company's trustees, 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 group's trustees 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 parent company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

.....
Luke Taylor BSc (Hons), FCA (Senior Statutory Auditor)
For and on behalf of Smailes Goldie, Statutory Auditor

Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

Date:.....

The Freedom Community Trust Limited

Consolidated Statement of Financial Activities for the Year Ended 31 March 2024

(Including Consolidated Income and Expenditure Account and Statement of
Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £	Total 2023 £
Income and Endowments from:					
Charitable activities	2	2,698	54,327	57,025	64,400
Trading activities		225,678	-	225,678	237,791
Investment income	3	484,563	-	484,563	485,472
Other income		18,489	-	18,489	5,942
Total income		<u>731,428</u>	<u>54,327</u>	<u>785,755</u>	<u>793,605</u>
Expenditure on:					
Raising funds	4	(128,405)	-	(128,405)	(131,959)
Charitable activities	5	<u>(1,055,532)</u>	<u>(53,527)</u>	<u>(1,109,059)</u>	<u>(1,089,586)</u>
Total expenditure		<u>(1,183,937)</u>	<u>(53,527)</u>	<u>(1,237,464)</u>	<u>(1,221,545)</u>
Net (expenditure)/income		<u>(452,509)</u>	<u>800</u>	<u>(451,709)</u>	<u>(427,940)</u>
Net movement in funds		(452,509)	800	(451,709)	(427,940)
Reconciliation of funds					
Total funds brought forward		<u>7,972,722</u>	<u>17,606</u>	<u>7,990,328</u>	<u>8,418,268</u>
Total funds carried forward	21	<u>7,520,213</u>	<u>18,406</u>	<u>7,538,619</u>	<u>7,990,328</u>

All of the group's activities derive from continuing operations during the above two periods.

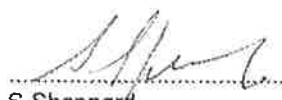
The funds breakdown for 2023 is shown in note 21.

The notes on pages 15 to 31 form an integral part of these financial statements.

The Freedom Community Trust Limited
(Registration number: 04012143)
Consolidated Balance Sheet as at 31 March 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	7,070,852	7,535,437
Current assets			
Stocks	14	1,365	1,837
Debtors	15	63,801	60,110
Cash at bank and in hand		<u>557,624</u>	<u>500,665</u>
		622,790	562,612
Creditors: Amounts falling due within one year	16	<u>(155,023)</u>	<u>(107,721)</u>
Net current assets		<u>467,767</u>	<u>454,891</u>
Net assets		<u>7,538,619</u>	<u>7,990,328</u>
Funds of the group:			
Restricted income funds			
Restricted funds		18,406	17,606
Unrestricted income funds			
Unrestricted funds		<u>7,520,213</u>	<u>7,972,722</u>
Total funds	21	<u>7,538,619</u>	<u>7,990,328</u>

The financial statements on pages 11 to 31 were approved by the trustees, and authorised for issue on and signed on their behalf by:

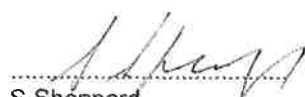

S Sheppard
Trustee

The Freedom Community Trust Limited

(Registration number: 04012143)
Balance Sheet as at 31 March 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	12	7,050,602	7,516,994
Investments		<u>10</u>	<u>10</u>
		<u>7,050,612</u>	<u>7,517,004</u>
Current assets			
Debtors	15	31,284	33,239
Cash at bank and in hand		<u>474,477</u>	<u>366,035</u>
		505,761	399,274
Creditors: Amounts falling due within one year	16	<u>(73,708)</u>	<u>(31,881)</u>
Net current assets		<u>432,053</u>	<u>367,393</u>
Net assets		<u>7,482,665</u>	<u>7,884,397</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		18,406	17,606
Unrestricted income funds			
Unrestricted funds		<u>7,464,259</u>	<u>7,866,791</u>
Total funds	21	<u>7,482,665</u>	<u>7,884,397</u>

The financial statements on pages 11 to 31 were approved by the trustees, and authorised for issue on and signed on their behalf by:


S Sheppard
Trustee

The Freedom Community Trust Limited

Consolidated Statement of Cash Flows for the Year Ended 31 March 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash expenditure		(451,709)	(427,940)
Adjustments to cash flows from non-cash items			
Depreciation	4	474,602	476,767
Investment income	3	<u>(484,563)</u>	<u>(485,472)</u>
		(461,670)	(436,645)
Working capital adjustments			
Decrease in stocks	14	472	250
(Increase)/decrease in debtors	15	(3,691)	5,008
Increase in creditors	16	<u>47,302</u>	<u>9,187</u>
Net cash flows from operating activities		<u>(417,587)</u>	<u>(422,200)</u>
Cash flows from investing activities			
Interest receivable and similar income	3	484,563	485,472
Purchase of tangible fixed assets	12	<u>(10,017)</u>	<u>(14,170)</u>
Net cash flows from investing activities		<u>474,546</u>	<u>471,302</u>
Net increase in cash and cash equivalents		56,959	49,102
Cash and cash equivalents at 1 April		<u>500,665</u>	<u>451,563</u>
Cash and cash equivalents at 31 March		<u><u>557,624</u></u>	<u><u>500,665</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 15 to 31 form an integral part of these financial statements.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

1 Accounting policies

Statement of compliance

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 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The Freedom Community Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 31 March 2024.

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made net outgoing resources for the financial year of £401,732 (2023 - deficit of £441,415).

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

Income and endowments

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

Donations and legacies

Voluntary income is recognised once the Charity has been able to establish certainty as to the timing and amount of the income.

Investment income

Investment income received in respect of the letting of premises is recognised in the Statement of Financial Activities in the period to which it relates.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

Expenditure

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any value added tax which cannot be recovered. Costs associated with the provision of the premises from which the Charity derives its investment income are classified as costs of raising funds, whilst all remaining costs, excluding governance costs, are treated as supporting the grant making activities and classified as appropriate.

Grants in furtherance of the Charity's objectives are recorded on the basis of the liability arising in the period.

Taxation

The company, as a registered Charity, has obtained exemption from corporation tax. Charitable tax exemptions can therefore be claimed to the extent that income and/or gain are applicable and applied for charitable purposes only. Value added tax is absorbed as part of the operational costs of the company to the extent that it is not able to be recovered under the terms of its registration.

Tangible fixed assets

Fixed assets are initially recorded at cost.

All land and buildings are classified as mixed motive investments held for a combination of the financial return they generate and the contribution their use by the subsidiary and other parties makes to the investing Charity's own purposes. However the trustees consider it impractical to apportion the properties between tangible fixed assets and investment properties such that all properties are classed as tangible fixed assets.

Depreciation and amortisation

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

Asset class	Depreciation method and rate
Freehold Buildings	Straight line over 25 or 50 years
Freehold Land	Nil
Leasehold Buildings	Straight line over the term of the lease
Fixtures & Fittings	Straight line over 3 to 5 years

Fixed asset investments

Fixed asset investments are included at cost less any provision for permanent diminution in value.

Stock

Stocks are stated at the lower of cost or estimated selling price less costs to complete and sell. At each reporting date an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in the Statement of Financial Activities. Reversals of impairment losses are also recognised in the Statement of Financial Activities.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure

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

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Operating leases

Leases which do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases.

Income from operating leases is recognised in the Statement of Financial Activities on a straight line basis over the lease term. Costs incurred in earning the lease income are recognised as costs of raising funds.

Operating lease expenses are recognised as an expense over the lease term on a straight line basis.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

Pensions and other post retirement obligations

The subsidiary undertaking Preston Road Enterprises Limited makes payments to a money purchase pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Financial instruments

Classification

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments.

Recognition and measurement

Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense. 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 company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2024 £	Total 2023 £
Big Lottery - Freedom Fresh Food	-	52,248	52,248	48,458
Big Lottery - Fire Alarm Panel	-	-	-	9,500
Office of the Police and Crime Commissioner	-	-	-	5,211
HERCT Funding	-	2,079	2,079	-
Other donations	2,698	-	2,698	1,231
	<u>2,698</u>	<u>54,327</u>	<u>57,025</u>	<u>64,400</u>

3 Investment income

	Total 2024 £	Total 2023 £
Rents and service charges receivable	<u>484,563</u>	<u>485,472</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

4 Expenditure on raising funds

a) Costs of trading activities

	General funds £	Restricted funds £	Total 2024 £	Total 2023 £
Costs of goods sold	60,149	-	60,149	61,884
Property management costs	68,256	-	68,256	70,075
	<u>128,405</u>	<u>-</u>	<u>128,405</u>	<u>131,959</u>

5 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	2024 £	2023 £
Community services & facilities	<u>481,047</u>	<u>628,012</u>	<u>1,109,059</u>	<u>1,089,586</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

6 Analysis of support costs

Charitable activities expenditure

	Total 2024 £	Total 2023 £
Management	38,876	31,967
Finance	30,988	30,857
Information technology	372	469
Human resources	69,174	72,571
Premises costs	-	14,949
Governance costs	14,000	13,175
Depreciation	474,602	476,767
	<u>628,012</u>	<u>640,755</u>

7 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2024 £	2023 £
Audit fees	14,000	13,175
Depreciation of fixed assets	<u>474,602</u>	<u>476,767</u>

8 Trustees remuneration and expenses

During the year the group made the following transactions with trustees:

S Sheppard

£300 (2023: £300) of expenses were reimbursed to S Sheppard during the year.

These were for telephone, internet and other expenses.

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

9 Staff costs

The aggregate payroll costs were as follows:

	2024	2023
	£	£
Staff costs during the year were:		
Wages and salaries	390,920	351,499
Social security costs	25,692	23,370
Pension costs	9,146	8,511
	<u>425,758</u>	<u>383,380</u>

No employee received emoluments of more than £60,000 during the year.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

10 Taxation

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

11 Comparative Statement of Financial Activity

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
Income and Endowments from:				
Charitable activities	2	1,231	63,169	64,400
Trading activities		237,791	-	237,791
Investment income	3	485,472	-	485,472
Other income		5,942	-	5,942
Total income		<u>730,436</u>	<u>63,169</u>	<u>793,605</u>
Expenditure on:				
Raising funds	4	(131,959)	-	(131,959)
Charitable activities	5	<u>(1,024,191)</u>	<u>(65,395)</u>	<u>(1,089,586)</u>
Total expenditure		<u>(1,156,150)</u>	<u>(65,395)</u>	<u>(1,221,545)</u>
Net expenditure		<u>(425,714)</u>	<u>(2,226)</u>	<u>(427,940)</u>
Net movement in funds		(425,714)	(2,226)	(427,940)
Reconciliation of funds				
Total funds brought forward		<u>8,398,436</u>	<u>19,832</u>	<u>8,418,268</u>
Total funds carried forward	21	<u><u>7,972,722</u></u>	<u><u>17,606</u></u>	<u><u>7,990,328</u></u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

12 Tangible fixed assets

Group	Freehold property £	Long leasehold £	Fixtures and Fittings £	Plant and Machinery £	Total £
Cost					
At 1 April 2023	12,975,971	3,843,682	71,083	276,229	17,166,965
Additions	-	-	-	10,017	10,017
Disposals	-	-	(27,167)	(171,383)	(198,550)
At 31 March 2024	12,975,971	3,843,682	43,916	114,863	16,978,432
Depreciation					
At 1 April 2023	6,759,925	2,552,154	61,666	257,783	9,631,528
Charge for the year	312,979	146,125	7,288	8,210	474,602
Eliminated on disposals	-	-	(27,167)	(171,383)	(198,550)
At 31 March 2024	7,072,904	2,698,279	41,787	94,610	9,907,580
Net book value					
At 31 March 2024	5,903,067	1,145,403	2,129	20,253	7,070,852
At 31 March 2023	6,216,046	1,291,528	9,417	18,446	7,535,437
Charity					
	Freehold property £	Long leasehold £	Fixtures and Fittings £	Total £	
Cost					
At 1 April 2023	12,975,971	3,843,682	71,083	16,890,736	
Disposals	-	-	(27,167)	(27,167)	
At 31 March 2024	12,975,971	3,843,682	43,916	16,863,569	
Depreciation					
At 1 April 2023	6,759,921	2,552,154	61,667	9,373,742	
Charge for the year	312,979	146,125	7,288	466,392	
Eliminated on disposals	-	-	(27,167)	(27,167)	
At 31 March 2024	7,072,900	2,698,279	41,788	9,812,967	
Net book value					
At 31 March 2024	5,903,071	1,145,403	2,128	7,050,602	
At 31 March 2023	6,216,050	1,291,528	9,416	7,516,994	

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

All leasehold and freehold land and buildings are considered to be mixed motive investments held for a combination of their financial return and contribution they make to the objectives of the Charity. However, the trustees consider it impractical to make an apportionment between functional property and investment property such that all properties are classed as tangible fixed assets.

13 Fixed asset investments

Charity

Shares in group undertakings and participating interests

	Subsidiary undertakings £	Total £
Cost		
At 1 April 2023	10	10
At 31 March 2024	10	10
Net book value		
At 31 March 2024	10	10
At 31 March 2023	10	10

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held		Principal activity
			2024	2023	
Preston Road Enterprises Limited	England and Wales	Ordinary	100%	100%	Function/meeting facilities

Subsidiary undertakings

In the opinion of the directors, the value of the company's investment in its subsidiary undertaking is not less than the amount at which it is stated in the balance sheet.

	2024 £	2023 £
Turnover	779,401	803,274
Expenditure	(748,553)	(711,510)
Net profit/(loss)	30,848	91,764
Reserves	55,961	105,938

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

14 Stock

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Stocks	<u>1,365</u>	<u>1,837</u>	<u>-</u>	<u>-</u>

15 Debtors

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade debtors	38,777	39,354	25,265	33,239
Other debtors	<u>25,024</u>	<u>20,756</u>	<u>6,019</u>	<u>-</u>
	<u>63,801</u>	<u>60,110</u>	<u>31,284</u>	<u>33,239</u>

16 Creditors: amounts falling due within one year

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade creditors	31,776	36,708	16,167	18,571
Other taxation and social security	17,456	20,169	1,396	1,888
Other creditors	15,631	3,671	15,631	3,671
Accruals and deferred income	<u>90,160</u>	<u>47,173</u>	<u>40,514</u>	<u>7,751</u>
	<u>155,023</u>	<u>107,721</u>	<u>73,708</u>	<u>31,881</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

17 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Within one year	3,672	5,656	2,083	2,083
Between one and five years	9,079	10,668	8,332	8,332
After five years	211,342	213,425	211,342	213,425
	<u>224,093</u>	<u>229,749</u>	<u>221,757</u>	<u>223,840</u>

Minimum lease payments due to the charitable company and the group under non-cancellable operating leases fall due as follows:

	2024	2023	2024	2023
	Group	Group	Charity	Charity
	£	£	£	£
Within one year	224,267	336,258	138,462	247,453
Between one and five years	352,147	813,138	466,500	889,487
Over five years	55,383	673,150	45,225	699,906
	<u>631,797</u>	<u>1,822,546</u>	<u>650,187</u>	<u>1,836,846</u>

18 Employee benefit obligations

From 31 March 2010, all staff are employed by the subsidiary undertaking, Preston Road Enterprises Limited, which is responsible for all staff pension contributions.

19 Contingent assets

Group

During 2005 the company successfully defended an employment tribunal case brought by a former employee. The company was awarded costs of £10,197 which the claimant was not immediately able to pay. The amount of costs plus accrued interest at 8% per annum is now secured against the claimant's private residence and will be settled when the property is sold.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

20 Contingent liabilities

Group

The terms of the company's original funding agreement with Government office provide that if fixed assets are sold or their ownership transferred while they have any economic value, Government Office must be notified as soon as possible and they may require the proceeds or an appropriate proportion thereof to be repaid.

The Village Childcare Centre was in part funded by the National Lottery. In the event that the building is sold 6.6% of the market value (being the proportion of the original construction costs funded by the donor) will be repayable to the donor under the terms of the grant.

21 Funds

Group

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Balance at 31 March 2024 £
Unrestricted funds				
General	7,972,722	731,428	(1,183,937)	7,520,213
Restricted funds	<u>17,606</u>	<u>54,327</u>	<u>(53,527)</u>	<u>18,406</u>
Total funds	<u>7,990,328</u>	<u>785,755</u>	<u>(1,237,464)</u>	<u>7,538,619</u>
	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Balance at 31 March 2023 £
Unrestricted funds				
General	8,398,436	730,436	(1,156,150)	7,972,722
Restricted funds	<u>19,832</u>	<u>63,169</u>	<u>(65,395)</u>	<u>17,606</u>
Total funds	<u>8,418,268</u>	<u>793,605</u>	<u>(1,221,545)</u>	<u>7,990,328</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

Charity

	Balance at 1 April 2023 £	Incoming resources £	Resources expended £	Balance at 31 March 2024 £
Unrestricted funds				
General	7,866,791	504,151	(906,683)	7,464,259
Restricted funds	<u>17,606</u>	<u>54,327</u>	<u>(53,527)</u>	<u>18,406</u>
Total funds	<u>7,884,397</u>	<u>558,478</u>	<u>(960,210)</u>	<u>7,482,665</u>
	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Balance at 31 March 2023 £
Unrestricted funds				
General	8,305,980	478,028	(917,217)	7,866,791
Restricted funds	<u>19,832</u>	<u>63,169</u>	<u>(65,395)</u>	<u>17,606</u>
Total funds	<u>8,325,812</u>	<u>541,197</u>	<u>(982,612)</u>	<u>7,884,397</u>

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

22 Analysis of net assets between funds

Group

	Unrestricted funds General £	Restricted funds £	Total funds at 31 March 2024 £	Total funds at 31 March 2023 £
Tangible fixed assets	7,070,852	-	7,070,852	7,535,437
Current assets	604,384	18,406	622,790	562,612
Current liabilities	(155,023)	-	(155,023)	(107,721)
Total net assets	<u>7,520,213</u>	<u>18,406</u>	<u>7,538,619</u>	<u>7,990,328</u>

Charity

	Unrestricted funds General £	Restricted funds £	Total funds at 31 March 2024 £	Total funds at 31 March 2023 £
Tangible fixed assets	7,050,602	-	7,050,602	7,516,994
Fixed asset investments	10	-	10	10
Current assets	487,355	18,406	505,761	399,274
Current liabilities	(73,708)	-	(73,708)	(31,881)
Total net assets	<u>7,464,259</u>	<u>18,406</u>	<u>7,482,665</u>	<u>7,884,397</u>

23 Related party transactions

Group

The board members named in the directors' report as Resident or Independent Trustees live in the Preston Road neighbourhood. As such they are likely to have derived some benefit from the projects and initiatives undertaken by the company. However apart from the matter noted below the Board is of the opinion that such benefits are unlikely to influence the said members in pursuing the separate interests of the Charity. Accordingly in accordance with paragraph 9.18 SORP 2015 no disclosure is considered necessary.

The Freedom Community Trust Limited

Notes to the Financial Statements for the Year Ended 31 March 2024

Charity

During the year the charity made the following related party transactions:

Child Dynamix Ltd

(The trustee Janet Boyd is a director of this company.)

In the course of the year the Charity charged rent, service charges and insurance totalling £45,622 (2023: £47,796) and paid £nil (2023: £1,729) to Child Dynamix Ltd. At the balance sheet date the amount due from Child Dynamix Ltd was £7,500 (2023 - £7,500).

Environmental and Management Solutions

(The trustees Janet Boyd and Rebecca Norman are officers of this company.)

In the course of the year the Charity paid Environmental and Management Solutions Ltd £41,679 (2023: £39,257). In the course of the year the Charity charged rent, service charges, insurance & utilities totalling £8,605 (2023: £14,113). At the balance sheet date the amount due from Environmental and Management Solutions was £2,274 (2023 - £4,099).

24 Member's liability

The company was incorporated as a company limited by guarantee and therefore has no share capital and is also registered as a Charity. The liability of the members is limited on the winding up of the company. Each member is only liable whilst being a member.

At the balance sheet date there were 9 members.

The Freedom Community Trust Limited

England & Wales - Charity number 1094807

Accounts

The Freedom Community Trust Limited

Consolidated Financial Statements

31st March 2023



SD-0211017-1-6

The Freedom Community Trust Limited

**Contents of the Financial Statements
for the year ended 31st March 2023**

	Page
Reference and Administrative Details	1
Report of the Trustees	2 - 5
Report of the Independent Auditors	6 - 8
Consolidated Statement of Financial Activities	9
Consolidated Balance Sheet	10
Charity Balance Sheet	11
Cash Flow Statement	12
Notes to the Cash Flow Statement	13
Notes to the Financial Statements	14 - 23

The Freedom Community Trust Limited

**Reference and Administrative Details
for the year ended 31st March 2023**

TRUSTEES	S J Alltoft J Boyd H C Bridges S L Hatfield S P Jackson H McConnell R Norman Rev R P Phillips S Sheppard A M Thompson (appointed 25.05.22)
COMPANY SECRETARY	S Garnett
REGISTERED OFFICE	The Freedom Centre 97 Preston Road Hull East Yorkshire HU9 3QB
REGISTERED COMPANY NUMBER	04012143 (England and Wales)
REGISTERED CHARITY NUMBER	1094807
AUDITORS	Smailes Goldie Chartered Accountants Statutory Auditor Regent's Court Princess Street Hull East Yorkshire HU2 8BA
BANKERS	Virgin Money 214 Holderness Road Hull HU9 2AA

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2023

When the pandemic came to an end, our community barely had time to draw breath before the next set of crises was upon us. Following the invasion of Ukraine, the rise in fuel costs, energy costs and the cost-of-living crisis have bitten very deeply, impacting people who could least cope the hardest. Once again, the FCT and the Freedom Centre was there to help.

We responded immediately to the calls for help to provide an ever-changing set of supplies to those displaced the invasion of Ukraine. Volunteers came from around the city to help us and we sorted donations from our community, east Hull, East Riding, and in one case, a van full of food and equipment that had been driven down from Ullapool, a small fishing village in the North West of Scotland. We remain grateful to the team of volunteers who came to help us, include a student from the university, local young people, and members of communities in the west of the city as well as people who live in our area. We established fantastic links with *Hull for Heroes*, and we continue to support a number of their initiatives in support of ex-service personnel and others in Hull.

The Freedom Centre team pulled out all of the stops to make sure, no matter how challenging things got, that there was plenty to support the communities in our part of the city. They secured funding from a number of sources including Healthy Holidays, local businesses, and charitable funders such as the Two Ridings Foundation and Sport England. The team providing c1,700 meal deals to those with young families and older people, along with blankets and other supplies to help people through what proved to be a very difficult winter. By providing food and other services we saw people elect to spend time at the Freedom Centre, forming new links and friendships – as well as joining groups and societies – whilst they avoided costs at home.

Sport England funded a number of free passes for the gym to give more than 50 people the opportunity to join the gym for 3 months (longer for regular attenders), that not only got people away from the costs of heating their home during the winter, also helped maintain their physical health and mental wellbeing during a very challenging time.

The team also put on a very comprehensive programme of free and low-cost events and activities for the community throughout the year, including two family fund days that were jointly produces with EMS (Hull) and Child Dynamix. The community enjoyed free food, games, karaoke, crafts, a petting zoo and a very special visit by two unicorns. The events were supported by local faith groups, and other partner organisations who added to the fun. Further future events have been planned with EMS and Child Dynamix and the FCT trustees believe that there is a great deal more to build on in future years through the strength of this relationship.

The National Lottery Community Fund funded Freedom Fresh Food for another 2 years to enable our partnership with EMS (Hull), Cranswick Foods and so many others to deliver vital food support across the city. We saw the project develop into a range of support for families, carers, and older people, supporting household, lunch clubs faith groups and much more – how many meals.

The team continued to support the Period Poverty initiative to ensure that the community has access to hygiene products, and expanded the Clean Kids initiative to support families, with around 50 packs a month going out to those who need help the most. They also expanded the project to Sun Kids, proving hats, sunglasses, sun cream, water and sun care advice, and Warm Kids, providing blankets, hot food, and hot drinks specifically to younger people. The community also contributed and Wharfedale's convenience store fundraised to buy a brand-new defibrillator.

The first year of our new strategy is really starting to work, with stronger trading figures from our subsidiary creating a significantly increased donation to the charity that will help us manage the head winds of commercial change over the next couple of years.

As ever, we don't know what will happen next. What we do know is that we are proud of our achievements and grateful for the continued support of our funders, partners, stakeholders, and most of all our communities. We look forward to achieving more in the upcoming year to improve their quality of life.

Sue Sheppard – Chair

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2023

ACHIEVEMENTS AND PERFORMANCE

Even though we have a definitive specific focus, we continue to deliver across all of our charitable objectives, working hard to make sure that we meet and exceed the responsibilities placed upon us.

Our highlights include (but are not limited to):

Objective	What we did
The relief of poverty and unemployment	We continued our work with EMS to continue the success of our food project, with ever more members joining and further support offered by the business community. We succeeded in securing a two-year extension to the project thanks to support from the national lottery and Places for People. We remain indebted to Cranswick foods and partners for their continued generosity and support. We delivered a number of highly impactful projects to reduce the impact of the cost of living across the community, including clean kids, sun kids, warm kids, £1 meals and a range of free activities over the course of the year.
The advancement of education, training, or retraining	We continue the support of adult education, library, and community ICT services to and ensure that are communities get the best access skills and training.
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	Support given to start-up businesses including technical and financial support. This included help to access covid support grants to ensure they could continue to operate through the pandemic. Support for youth enterprise continues along with support for care leavers to access work and other related support.
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supported the work of the Freedom Centre to deliver recreational facilities and positive social experiences saw Covid safe pantomimes and family activities return, providing much needed relief in difficult times. Free events, family events and subsidies events ensured there was something for everyone.
The protection or conservation of the environment	Our programme to reduce energy use continues, with further investments made in LED technology and efficient control systems.
The holding of exhibitions, meetings, etc.	In person meetings built back well after the pandemic, with further progress to come.
The promotion of public safety and prevention of crime	We secured funding from the Police and Crime Commissioner to upgrade our CCTV system.
The promotion of health and healthy lifestyles	We provided location support to a wide range of health promotion charities and the NHS to spread positive messages about health. Our community gym continued to provide an exceptional value service to its members. We re-introduced exercise classes and opened them to non-gym members. We ran a highly successful free gym pass programme with the assistance of Active Humber and Sport England Our café provided low-cost high-quality food for the community.

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2023

FINANCIAL REVIEW

FINANCIAL AND RESERVES POSITION

The charity's income for the year ended 31 March 2023 was £793,605 (2022: £659,735). The net outgoing resources amounted to £1,221,545 (2022: £1,129,898) resulting in a deficit of £427,940 (2022: £470,163).

The charity had unrestricted reserves of £7,972,722 (2022: £8,398,436) and restricted reserves of £17,606 (2022: £19,832). Taking into account the nature of the charity's income streams, the trustees are of the view that reserves at these levels are sufficient.

FUTURE PLANS

We anticipate that we will continue to see increasing demands for support, rising delivery costs and continued pressure on revenues. However, we will continue our commitment to deliver our objectives. We are hopeful that providers in the funding market will be returning to support community priorities.

Objective	Our plans
The relief of poverty and unemployment	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The advancement of education, training, or retraining	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supporting the work of the Freedom Centre to deliver recreational facilities and positive social experiences Develop existing community groups Encourage new community groups to form
The protection or conservation of the environment	Working with partners and others to explore ways of ensuring the development towards sustainability of the local environment

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2023

FUTURE PLANS Cont.

Objective	Our plans
The holding of exhibitions, meetings, etc.	Supporting the Freedom Centre to provide exceptional quality facilities to the benefit of the wider community
The promotion of public safety and prevention of crime	We will seek continued improvements in the security of the area working closely with agencies such as the police.
The promotion of health and healthy lifestyles	Supporting or co-ordinating health promoting charities, volunteer groups, statutory bodies, and the objectives of national programmes.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

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

AUDITORS

The auditors, Smailes Goldie, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 27th September 2023 and signed on its behalf by:



S Sheppard - Trustee

Report of the Independent Auditors to the Members of The Freedom Community Trust Limited

Opinion

We have audited the financial statements of The Freedom Community Trust Limited (the parent 'charitable company') and its subsidiary (the "group") for the year ended 31st March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the parent charitable company's affairs as at 31st March 2023 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the group 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 parent charitable company or subsidiary group'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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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

In connection with our audit of the group financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Report of the Independent Auditors to the Members of The Freedom Community Trust Limited

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the group 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 group financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the group financial statements, the trustees are responsible for assessing the charitable company's and groups ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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 the audit was considered capable of detecting irregularities including fraud

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:

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 focused on specific laws and regulations which we considered may have a direct material effect on the charity only and consolidated financial statements or the operations of the charitable company and the group, including the Companies Act 2006, the Charities Act 2011, data protection, anti-bribery, employment, fundraising regulations, health and safety legislation, health and social care regulations and childcare regulations. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's and consolidated financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management 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 charity only and consolidated financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the charitable company's legal advisors.

Due to the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances 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.

The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

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

**Report of the Independent Auditors to the Members of
The Freedom Community Trust Limited**

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 group company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Luke Taylor BSc(Hons) ACA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

27th September 2023

The Freedom Community Trust Limited

**Consolidated Statement of Financial Activities
for the year ended 31st March 2023**

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities					
Grants and donations	3	1,231	63,169	64,400	36,608
Investment income	2	485,472	-	485,472	476,883
Trading activities		237,791	-	237,791	146,244
Other income		5,942	-	5,942	-
Total		730,436	63,169	793,605	659,735
EXPENDITURE ON					
Raising funds	4	131,959	-	131,959	102,569
Charitable activities	5				
Community services & facilities		1,024,191	65,395	1,089,586	1,027,329
Total		1,156,150	65,395	1,221,545	1,129,898
NET INCOME/(EXPENDITURE)		(425,714)	(2,226)	(427,940)	(470,163)
NET MOVEMENT IN FUNDS		(425,714)	(2,226)	(427,940)	(470,163)
RECONCILIATION OF FUNDS					
Total funds brought forward		8,398,436	19,832	8,418,268	8,888,431
TOTAL FUNDS CARRIED FORWARD		7,972,722	17,606	7,990,328	8,418,268

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

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

The notes form part of these financial statements

The Freedom Community Trust Limited

**Consolidated Balance Sheet
31st March 2023**

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	14	<u>7,535,437</u>	<u>7,998,035</u>
CURRENT ASSETS			
Stock	16	1,837	2,086
Debtors	17	60,110	65,118
Cash at bank		<u>500,665</u>	<u>451,564</u>
		562,612	518,768
CREDITORS			
Amounts falling due within one year	18	<u>(107,721)</u>	<u>(98,535)</u>
NET CURRENT ASSETS		<u>454,891</u>	<u>420,233</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,990,328</u>	<u>8,418,268</u>
NET ASSETS		<u>7,990,328</u>	<u>8,418,268</u>
FUNDS	20		
Unrestricted funds		7,972,722	8,398,436
Restricted funds		<u>17,606</u>	<u>19,832</u>
TOTAL FUNDS		<u>7,990,328</u>	<u>8,418,268</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 27th September 2023 and were signed on its behalf by:



S Sheppard - Trustee

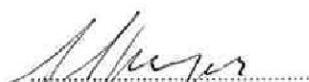
The notes form part of these financial statements

The Freedom Community Trust Limited

**Charity Balance Sheet
31st March 2022**

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	14	7,516,994	7,986,273
Investments	15	<u>10</u>	<u>10</u>
		7,517,004	7,986,283
CURRENT ASSETS			
Debtors	17	33,239	17,623
Cash at bank		<u>366,035</u>	<u>336,381</u>
		399,274	354,004
CREDITORS			
Amounts falling due within one year	18	<u>(31,881)</u>	<u>(14,475)</u>
NET CURRENT ASSETS		<u>367,393</u>	<u>339,529</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>7,884,397</u>	<u>8,325,812</u>
NET ASSETS		<u>7,884,397</u>	<u>8,325,812</u>
FUNDS	20		
Unrestricted funds		7,866,791	8,305,980
Restricted funds		<u>17,606</u>	<u>19,832</u>
TOTAL FUNDS		<u>7,884,397</u>	<u>8,325,812</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 27th September 2023 and were signed on its behalf by:


S Sheppard - Trustee

The Freedom Community Trust Limited

**Cash Flow Statement
for the year ended 31st March 2023**

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	<u>63,271</u>	<u>(56,103)</u>
Net cash (used in)/provided by operating activities		<u>63,271</u>	<u>(56,103)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(14,170)</u>	<u>(4,000)</u>
Net cash used in investing activities		<u>(14,170)</u>	<u>(4,000)</u>
Change in cash and cash equivalents in the reporting period		49,101	(60,103)
Cash and cash equivalents at the beginning of the reporting period		<u>451,564</u>	<u>511,667</u>
Cash and cash equivalents at the end of the reporting period		<u><u>500,665</u></u>	<u><u>451,564</u></u>

The notes form part of these financial statements

The Freedom Community Trust Limited

**Notes to the Cash Flow Statement
for the year ended 31st March 2023**

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

	2023	2022
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(427,940)	(470,163)
Adjustments for:		
Depreciation charges	476,767	477,540
Loss on disposal of fixed assets	-	-
(Increase)/decrease in debtors	5,008	12,937
(Increase)/decrease in stocks	249	(96)
(Decrease)/increase in creditors	<u>9,187</u>	<u>(76,321)</u>
Net cash (used in)/provided by operations	<u>63,271</u>	<u>(56,103)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22	Cash flow	At 31.3.23
	£	£	£
Net cash			
Cash at bank	451,564	49,101	500,665
Total	<u>451,564</u>	<u>49,101</u>	<u>500,665</u>

Notes to the Financial Statements
for the year ended 31st March 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income

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

Voluntary income is recognised once the Charity has been able to establish certainty as to the timing and amount of the income.

Investment income received in respect of the letting of premises is recognised in the Statement of Financial Activities in the period to which it relates.

Expenditure

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any value added tax which cannot be recovered. Costs associated with the provision of the premises from which the Charity derives its investment income are classified as costs of raising funds, whilst all remaining costs, excluding governance costs, are treated as supporting the grant making activities and classified as appropriate.

Grants in furtherance of the Charity's objectives are recorded on the basis of the liability arising in the period.

Tangible fixed assets

Fixed assets are initially recorded at cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold buildings	Straight line over 25 or 50 years
Freehold land	Nil
Leasehold buildings	Straight line over the term of the lease
Fixtures and fittings	Straight line over 3 to 5 years

All land and buildings are classified as mixed motive investments held for a combination of the financial return they generate and the contribution their use by the subsidiary and other parties makes to the investing Charity's own purposes. However the trustees consider it impractical to apportion the properties between tangible fixed assets and investment properties such that all properties are classed as tangible fixed assets.

Fixed asset investments are included at cost less any provision for permanent diminution in value.

Taxation

The company, as a registered Charity, has obtained exemption from corporation tax. Charitable tax exemptions can therefore be claimed to the extent that income and/or gain are applicable and applied for charitable purposes only. Value added tax is absorbed as part of the operational costs of the company to the extent that it is not able to be recovered under the terms of its registration.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The restricted funds at the balance sheet date comprise of £17,607 in respect of the Freedom Fresh Food Project, funded by the Big Lottery Fund helping provide fresh food for families in need. Further funding has been awarded to allow the Fresh Food Project to continue for a further six months.

Financial instrument

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

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2023**

1. ACCOUNTING POLICIES - continued

Stocks

Stocks are stated at the lower of cost or estimated selling price less costs to complete and sell. At each reporting date an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in the Statement of Financial Activities. Reversals of impairment losses are also recognised in the Statement of Financial Activities.

Pensions

The subsidiary undertaking Preston Road Enterprises Limited makes payments to a money purchase pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense. 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 company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Operating leases

Leases which do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases.

Income from operating leases is recognised in the Statement of Financial Activities on a straight line basis over the lease term. Costs incurred in earning the lease income are recognised as costs of raising funds.

Operating lease expenses are recognised as an expense over the lease term on a straight line basis.

2. INVESTMENT INCOME

	2023 £	2022 £
Rents and service charges receivable	<u>485,472</u>	<u>476,883</u>

All of the investment income for 2023 and 2022 is unrestricted income.

3. ANALYSIS OF GRANTS AND DONATIONS	Unrestricted £	Restricted £	2023 £	2022 £
Big Lottery - Freedom Fresh Food	-	48,458	48,458	3,500
Big Lottery - Fire Alarm Panel	-	9,500	9,500	-
Office of The Police & Crime Commissioner	-	5,211	5,211	-
Government grant income	-	-	-	32,108
Other donations	1,231	-	1,231	1,000
	<u>1,231</u>	<u>63,169</u>	<u>64,400</u>	<u>36,608</u>

For 2022 £3,500 of the grants received are restricted income, with the remained being unrestricted.

4. RAISING FUNDS	Unrestricted £	Restricted £	2023 £	2022 £
Property management costs	70,075	-	70,075	71,681
Cost of goods sold and other costs	61,884	-	61,884	30,888
	<u>131,959</u>	<u>-</u>	<u>131,959</u>	<u>102,569</u>

All costs for 2022 are unrestricted costs.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2023**

5. CHARITABLE ACTIVITIES COSTS

	Direct charitable activities £	Grant funding of activities £	Support costs (see note 6) £	Totals 2023 £	Totals 2022 £
Community services & facilities	439,027	9,804	640,755	1,089,586	1,027,329

Of the costs of charitable activities £63,395 (2022: £nil) were restricted costs and the balance unrestricted.

6. SUPPORT COSTS

	2023 £	2022 £
Management	31,967	33,671
Finance	30,857	37,661
Information technology	469	315
Human resources	72,571	77,881
Premises costs	14,949	-
Governance costs	13,175	11,100
Depreciation	476,767	477,540
	640,755	638,168

7. NET INCOME/(EXPENDITURE)

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

	2023 £	2022 £
Depreciation - owned assets	476,767	477,540

8. AUDITORS' REMUNERATION

	2023 £	2022 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	13,175	11,100

9. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

During the year expenses totalling £300 (2022: £300) were paid to 1 trustee (2022: 1) for telephone, internet and other expenses.

10. STAFF COSTS

	2023 £	2022 £
Wages and salaries	351,499	357,378
Social security costs	23,370	22,892
Pensions	8,511	8,524
	383,380	388,794

There were no employees whose emolument as defined for taxation purposes amounted to over £60,000 in the year.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2023**

11. NET OUTGOING RESOURCES OF PARENT CHARITY

As permitted by Section 408 of the Companies Act 2006, the Statement of Financial Activities of the parent charity is not presented as part of these financial statements. The parent charity's net outgoing resources for the year ended 31 March 2023 totalled a deficit of £441,415 (2022: £468,332).

12. INCOME/(EXPENDITURE) FROM COMMERCIAL TRADE OPERATIONS

	2023 £	2022 £
Turnover	803,274	715,485
Cost of sales	252,344	234,445
GROSS PROFIT	550,930	481,040
Administrative expenses	459,166	436,263
	91,764	44,777
Other operating income	-	32,108
OPERATING PROFIT and PROFIT BEFORE TAXATION	91,764	76,885
Tax on profit	-	-
PROFIT FOR THE FINANCIAL YEAR	91,764	76,885

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Grants	33,108	3,500	36,608
Investment income	476,883	-	476,883
Trading activities	146,244	-	146,244
Other income	-	-	-
Total	656,235	3,500	659,735
EXPENDITURE ON			
Raising funds	102,569	-	102,569
Charitable activities			
Community services & facilities	1,027,329	-	1,027,329
Total	1,129,898	3,500	1,129,898
NET INCOME/(EXPENDITURE)	(473,663)	3,500	(470,163)
NET MOVEMENT IN FUNDS	(473,663)	3,500	(473,663)
Total funds brought forward	8,872,099	16,332	8,888,431
TOTAL FUNDS CARRIED FORWARD	8,398,436	19,832	8,418,268

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2023**

14. TANGIBLE FIXED ASSETS

GROUP	Freehold property £	Long leasehold £	Fixtures and fittings £	Plant and machinery £	Totals £
COST					
At 1st April 2022	12,975,971	3,843,682	71,083	262,059	17,152,796
Additions	-	-	-	14,170	14,170
At 31st March 2023	12,975,971	3,843,682	71,083	276,229	17,166,965
DEPRECIATION					
At 1st April 2022	6,445,355	2,406,030	53,080	250,296	9,154,761
Charge for year	314,570	146,124	8,586	7,487	476,767
At 31st March 2023	6,759,925	2,552,154	61,666	257,783	9,631,528
NET BOOK VALU					
At 31st March 2023	6,216,046	1,291,528	9,417	18,446	7,535,437
At 31st March 2022	6,530,616	1,437,652	18,003	11,763	7,998,035
CHARITY					
	Freehold property £	Long leasehold £	Fixtures and fittings £		Totals £
COST					
At 1st April 2022	12,975,971	3,843,682	71,083		16,890,736
Additions	-	-	-		-
At 31st March 2023	12,975,971	3,843,682	71,083		16,890,736
DEPRECIATION					
At 1st April 2022	6,445,352	2,406,030	53,081		8,904,463
Charge for year	314,569	146,124	8,586		469,279
At 31st March 2023	6,759,921	2,552,154	61,667		9,373,742
NET BOOK VALUE					
At 31st March 2023	6,216,050	1,291,528	9,416		7,516,994
At 31st March 2022	6,530,619	1,437,652	18,002		7,986,273

All leasehold and freehold land and buildings are considered to be mixed motive investments held for a combination of their financial return and contribution they make to the objectives of the Charity. However, the trustees consider it impractical to make an apportionment between functional property and investment property such that all properties are classed as tangible fixed assets.

15. INVESTMENTS

Shares in subsidiary company	£
At cost	
At 1 st April 2022 and 31 st March 2023	10
Net book value	
At 31 st March 2022 and 31 st March 2023	10

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2023**

15. INVESTMENTS -continued

Details of investments are as follows:

Name of company	Holdings	Proportion of shares held	Nature of business
Preston Road Enterprises Limited	Ordinary	100%	Function/meeting facilities

The subsidiary undertaking is registered in England and Wales.

In the opinion of the directors, the value of the company's investment in its subsidiary undertaking is not less than the amount at which it is stated in the balance sheet.

16. STOCKS	2023 Group £	2023 Charity £	2022 Group £	2022 Charity £
Finished goods and goods for resale	1,837	-	2,086	-
	<u>1,837</u>	<u>-</u>	<u>2,086</u>	<u>-</u>
17. DEBTORS	2023 Group £	2023 Charity £	2022 Group £	2022 Charity £
Trade debtors	39,354	33,239	11,118	17,331
Other debtors	20,756	-	53,708	-
Amounts due from subsidiary undertaking	-	-	-	-
Prepayments and accrued income	-	-	292	292
	<u>60,110</u>	<u>33,239</u>	<u>65,118</u>	<u>17,623</u>
18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2023 Group £	2023 Charity £	2022 Group £	2022 Charity £
Trade creditors	36,708	18,571	34,526	7,078
Social security and other taxes	20,169	1,888	12,151	773
Other creditors	3,671	3,671	-	-
Accruals and deferred income	47,173	7,751	51,858	6,624
	<u>107,721</u>	<u>31,881</u>	<u>98,535</u>	<u>14,475</u>
19. LEASING AGREEMENTS	2023 Group £	2023 Charity £	2022 Group £	2022 Charity £
Minimum lease payments under non-cancellable operating leases fall due as follows:				
Within one year	5,656	2,083	5,655	2,083
Between one and five years	10,668	8,332	14,239	8,332
In more than five years	213,425	213,425	215,508	215,508
	<u>229,749</u>	<u>223,840</u>	<u>235,402</u>	<u>225,923</u>

The Freedom Community Trust Limited
Notes to the Financial Statements - continued
for the year ended 31st March 2023

19. LEASING AGREEMENTS Cont.

	2023 Group £	2023 Charity £	2022 Group £	2022 Charity £
Minimum lease payments due to the charitable company and the group under non-cancellable operating leases fall due as follows:				
Within one year	336,258	247,453	296,999	267,447
Between one and five years	813,138	889,487	266,815	510,804
In more than five years	673,150	699,906	99,150	195,806
	<u>1,822,547</u>	<u>1,836,846</u>	<u>662,964</u>	<u>974,057</u>

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

GROUP	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
Fixed assets	7,535,437	-	7,535,437	7,998,035
Current assets	545,006	17,606	562,612	518,768
Current liabilities	(107,721)	-	(107,721)	(98,535)
	<u>7,972,722</u>	<u>17,606</u>	<u>7,990,328</u>	<u>8,418,268</u>

CHARITY	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
Fixed assets	7,516,994	-	7,516,994	7,986,273
Investments	10	-	10	10
Current assets	381,668	17,606	399,274	354,004
Current liabilities	(31,881)	-	(31,881)	(14,475)
	<u>7,866,791</u>	<u>17,606</u>	<u>7,884,397</u>	<u>8,325,812</u>

21. MOVEMENT IN FUNDS

GROUP	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	8,398,436	(425,714)	7,972,722
Restricted funds			
Restricted fund	19,832	(2,226)	17,606
TOTAL FUNDS	<u>8,418,268</u>	<u>(427,940)</u>	<u>7,990,328</u>

The Freedom Community Trust Limited
Notes to the Financial Statements - continued
for the year ended 31st March 2023

21. MOVEMENT IN FUNDS – continued

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	730,436	(1,156,150)	-	(425,714)
Restricted funds	63,169	(65,395)	-	(2,226)
Restricted fund				
TOTAL FUNDS	<u>793,605</u>	<u>(1,221,545)</u>	<u>-</u>	<u>(427,940)</u>

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	8,872,099	(473,663)	8,398,436
Restricted funds	16,332	3,500	19,832
Restricted fund			
TOTAL FUNDS	<u>8,888,431</u>	<u>(470,163)</u>	<u>8,418,268</u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	656,235	(1,129,898)	-	(473,663)
Restricted funds	3,500	-	-	3,500
Restricted fund				
TOTAL FUNDS	<u>659,735</u>	<u>(1,129,898)</u>	<u>-</u>	<u>(470,163)</u>

CHARITY

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	8,305,980	(439,189)	7,866,791
Restricted funds	19,832	(2,226)	17,606
Restricted fund			
TOTAL FUNDS	<u>8,325,812</u>	<u>(441,415)</u>	<u>7,884,397</u>

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2022**

21. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	478,028	(917,217)	-	(439,189)
Restricted funds				
Restricted fund	<u>63,169</u>	<u>(65,395)</u>	<u>-</u>	<u>(2,226)</u>
TOTAL FUNDS	<u>541,197</u>	<u>(982,612)</u>	<u>-</u>	<u>(441,415)</u>

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	8,777,812	(471,832)	8,305,980
Restricted funds			
Restricted fund	16,332	3,500	19,832
TOTAL FUNDS	<u>8,794,144</u>	<u>(468,332)</u>	<u>8,325,812</u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	463,373	(935,205)	-	(471,832)
Restricted funds				
Restricted fund	<u>3,500</u>	<u>-</u>	<u>-</u>	<u>3,500</u>
TOTAL FUNDS	<u>466,873</u>	<u>(935,205)</u>	<u>-</u>	<u>(468,332)</u>

22. EMPLOYEE BENEFIT OBLIGATIONS

From 31st March 2010, all staff are employed by the subsidiary undertaking, Preston Road Enterprises Limited, which is responsible for all staff pension contributions.

23. CONTINGENT LIABILITIES

- (i) The terms of the company's original funding agreement with Government office provide that if fixed assets are sold or their ownership transferred while they have any economic value, Government Office must be notified as soon as possible and they may require the proceeds or an appropriate proportion thereof to be repaid.
- (ii) The Village Childcare Centre was in part funded by the National Lottery. In the event that the building is sold 6.6% of the market value (being the proportion of the original construction costs funded by the donor) will be repayable to the donor under the terms of the grant.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2023**

24. DIRECTORS' INTERESTS AND RELATED PARTY DISCLOSURES

- a) The board members named in the directors' report as Resident or Independent Trustees live in the Preston Road neighbourhood. As such they are likely to have derived some benefit from the projects and initiatives undertaken by the company. However apart from the matter noted below the Board is of the opinion that such benefits are unlikely to influence the said members in pursuing the separate interests of the Charity. Accordingly in accordance with paragraph 9.18 SORP 2015 no disclosure is considered necessary.
- b) In the course of the year the Charity charged rent, service charges and insurance totalling £47,796 (2022: £46,696) and paid £1,729 (2022: £nil) to Child Dynamix Ltd, of which the Trustee J. Boyd is a director. At the balance sheet date £7,500 (2022: £8,856) was owed to the Charity by Child Dynamix Ltd.
- c) In the course of the year the Charity paid Environmental and Management Solutions Ltd £39,257 (2022: £5,725). In the course of the year the Charity charged rent, service charges, insurance & utilities totalling £14,113 (2022: £14,900). At the balance sheet date £4,065 was owed to Environmental and Management Solutions by the Charity (2022: £2,397 owed to the Charity). The trustee Janet Boyd is an officer of this company.

25. ULTIMATE CONTROLLING PARTY

The company is controlled by the directors who are also the Charity's trustees for Charity law purposes.

26. MEMBER'S LIABILITY

The company was incorporated as a company limited by guarantee and therefore has no share capital and is also registered as a Charity. The liability of the members is limited on the winding up of the company. Each member is only liable whilst being a member.

At the balance sheet date there were 9 members.

27. CONTINGENT ASSET

During 2005 the company successfully defended an employment tribunal case brought by a former employee. The company was awarded costs of £10,197 which the claimant was not immediately able to pay. The amount of costs plus accrued interest at 8% per annum is now secured against the claimant's private residence and will be settled when the property is sold.

The Freedom Community Trust Limited

England & Wales - Charity number 1094807

Accounts



Smailes Goldie Group
CREATING ADVANTAGE

REGISTERED COMPANY NUMBER: 04012143 (England and Wales)
REGISTERED CHARITY NUMBER: 1094807

The Freedom Community Trust Limited

Consolidated Financial Statements

31st March 2022

The Freedom Community Trust Limited

**Contents of the Financial Statements
for the year ended 31st March 2022**

	Page
Reference and Administrative Details	1
Report of the Trustees	2 - 5
Report of the Independent Auditors	6 - 8
Consolidated Statement of Financial Activities	9
Consolidated Balance Sheet	10
Charity Balance Sheet	11
Cash Flow Statement	12
Notes to the Cash Flow Statement	13
Notes to the Financial Statements	14 - 23

The Freedom Community Trust Limited

**Reference and Administrative Details
for the year ended 31st March 2022**

TRUSTEES

S J Alltoft
J Boyd
H C Bridges
S L Hatfield
S P Jackson
H McConnell
R Norman
Rev R P Phillips
S Sheppard
A M Thompson (appointed 25.05.22)

COMPANY SECRETARY

S Garnett

REGISTERED OFFICE

The Freedom Centre
97 Preston Road
Hull
East Yorkshire
HU9 3QB

REGISTERED COMPANY NUMBER 04012143 (England and Wales)

REGISTERED CHARITY NUMBER 1094807

AUDITORS

Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

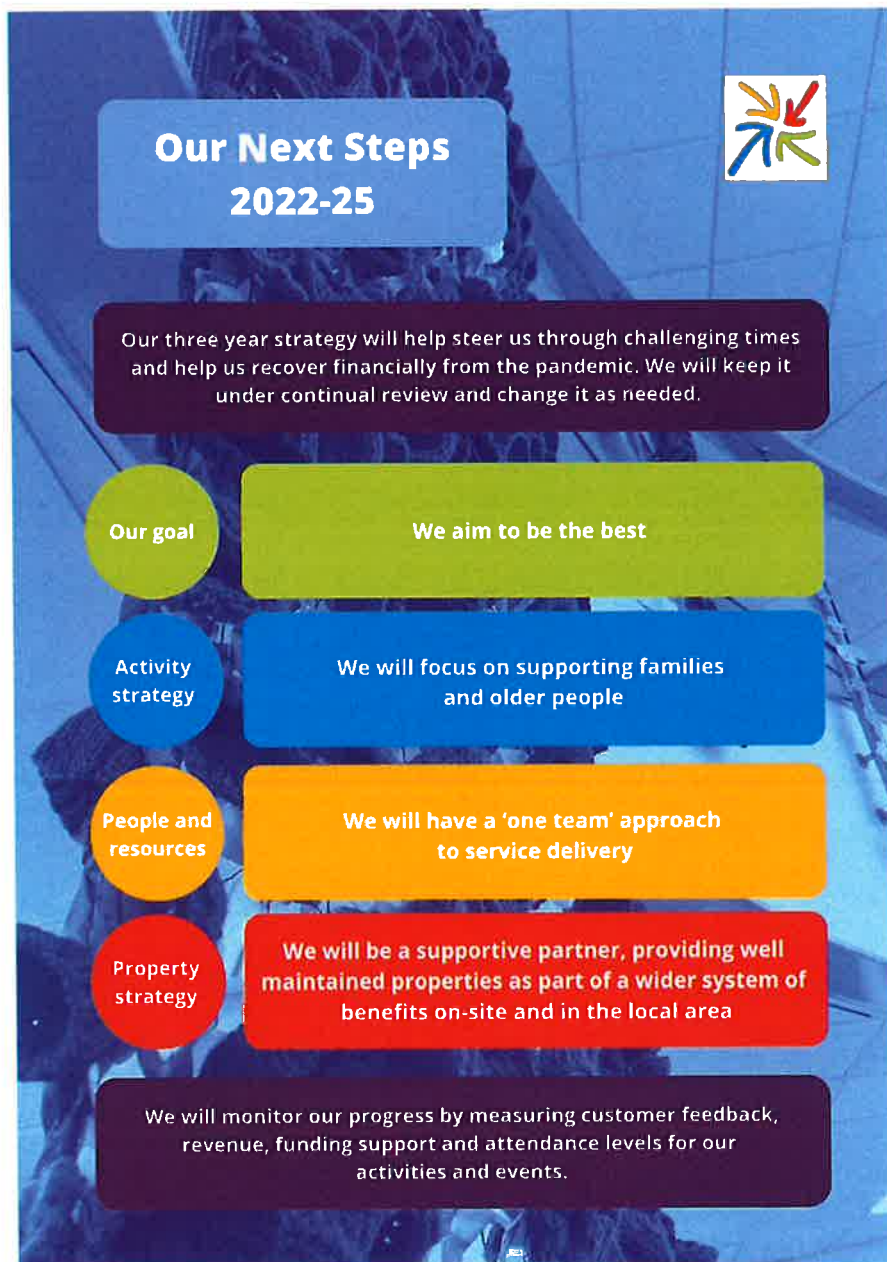
BANKERS

Yorkshire Bank Plc
214 Holderness Road
Hull
HU9 2AA

**Report of the Trustees
for the year ended 31st March 2022**

At the end of 2021-22, we all saw that the grip that Covid-19 has had on all of our lives started to relax. The days of being required to remain in our homes, and the work done by the FCT in partnership with EMS, local politicians, and the generosity of organisations such as Cranswick foods, that keep so many people going, seemed like a long time ago. However, even though restrictions lifted, the impact of the pandemic continued to be felt. Whilst everyone was allowed to associate freely, our communities told us that they remained concerned about going out, especially those with health vulnerabilities.

We saw this in our visitor numbers and in the daily trading of our trading company, which is continually taking significantly less than before the pandemic. We recognised that the situation was unlikely to resolve quickly, and the board approved a three-year strategy to focus our limited resources on areas most likely to generate sustainable success:



Created following extensive stakeholder and community consultation, our strategy is to focus on what we do best, work as a close partner to our tenants, and work tether as a single team across the organisation. By focusing resources, we believe we can get better outcomes for the community in the longer term.

Whilst we don't know what will come next, we do know that the challenges will continue, from thins that we can already

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2022

see - such as the long-term impact of the war in Ukraine and the cost-of-living increases (which include the cost of running buildings and organisations) – to things we can't yet anticipate. Whatever happens, we know that our communities need us and we will continue to support them long into the future.

Sue Sheppard – Chair

ACHIEVEMENTS AND PERFORMANCE

Even though we have a definitive specific focus, we continue to deliver across all of our charitable objectives, working hard to make sure that we meet and exceed the responsibilities placed upon us.

Our highlights include (but are not limited to):

Objective	What we did
The relief of poverty and unemployment	We continued our work with EMS to continue the success of our food project, with ever more members joining and further support offered by the business community. We succeeded in securing a two-year extension to the project thanks to support from the national lottery and Places for People. We remain indebted to Cranswick foods and partners for their continued generosity and support. We continued our commitment to invest in the CLLD programme with PROBE and we pleased to see some of the best results amongst providers from across the city, with people from our communities benefiting from new skills and work opportunities. We began a number of projects, with some at the delivery and others at the planning stages, to help people in our communities cope with the cost of living, such as Clean Kids – a hygiene support programme that has provided materials for children and families to keep clean. Working with schools as well as the Freedom Centre we have seen an incredible uptake.
The advancement of education, training, or retraining	We continue the support of adult education, library, and community ICT services to and ensure that are communities get the best access skills and training.
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	Support given to start-up businesses including technical and financial support. This included help to access covid support grants to ensure they could continue to operate through the pandemic. Support for youth enterprise continues along with support for care leavers to access work and other related support.
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supported the work of the Freedom Centre to deliver recreational facilities and positive social experiences saw Covid safe pantomimes and family activities return, providing much needed relief in difficult times.
The protection or conservation of the environment	We continued our programme to introduce LED lighting. We also introduced other measures such as PIR sensors to shut off lights when areas not in use. Improved signage reduced the preservation of water.
The holding of exhibitions, meetings, etc.	In person meetings returned and we look forward to these increasing as confidence grows following the end of restrictions.
The promotion of public safety and prevention of crime	Work with all agencies including police, housing providers and local authority continues to address issues.

The Freedom Community Trust Limited

**Report of the Trustees
for the year ended 31st March 2022**

ACHIEVEMENTS AND PERFORMANCE Cont.

Objective	What we did
The promotion of health and healthy lifestyles	We provided location support to a wide range of health promotion charities and the NHS to spread positive messages about health. Our community gym continued to provide an exceptional value service to its members. Our café provided low-cost high-quality food for the community.

FINANCIAL REVIEW

FINANCIAL AND RESERVES POSITION

The charity's income for the year ended 31 March 2022 was £659,735 (2021: £703,068). The net outgoing resources amounted to £1,129,898 (2021: £1,154,729) resulting in a deficit of £470,163 (2021: £451,661).

The charity had unrestricted reserves of £8,398,436 (2021: £8,872,099) and restricted reserves of £19,832 (2021: £16,332). Taking into account the nature of the charity's income streams, the trustees are of the view that reserves at these levels are sufficient.

FUTURE PLANS

We will see increasing demands for support, rising delivery costs and continued pressure on revenues. However, we will continue our commitment to deliver our objectives. We are hopefully that providers in the funding market will be returning to support community priorities.

Objective	Our plans
The relief of poverty and unemployment	We will continue to work with partners to improve opportunities to access skills and find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The advancement of education, training, or retraining	We will continue to provide accommodation for the Adult Education Facility at the Freedom Centre We will support Hull Training and Hull College to increase access to training for local residents
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	We will be supporting the co-location of voluntary groups, start-up businesses or other third sector organisations. We will do more to co-ordinate activity and share information. We will give opportunities to people supported by the youth enterprise work we do in the city where it is appropriate.
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supporting the work of the Freedom Centre to deliver recreational facilities and positive social experiences Develop existing community groups Encourage new community groups to form
The protection or conservation of the environment	Working with partners and others to explore ways of ensuring the development towards sustainability of the local environment

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2022

FUTURE PLANS Cont.

Objective	Our plans
The holding of exhibitions, meetings, etc.	Supporting the Freedom Centre to provide exceptional quality facilities to the benefit of the wider community
The promotion of public safety and prevention of crime	We will seek improvements in the security of the area working closely with agencies such as the police.
The promotion of health and healthy lifestyles	Supporting or co-ordinating health promoting charities, volunteer groups, statutory bodies, and the objectives of national programmes. We will be relaunching our gym with new marketing materials, offers to support sustained membership and reintroducing exercise classes that will be available to more people than ever before.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

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

AUDITORS

The auditors, Smailes Goldie, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 23.11.22 2022 and signed on its behalf by:

S Sheppard - Trustee



Report of the Independent Auditors to the Members of The Freedom Community Trust Limited

Opinion

We have audited the financial statements of The Freedom Community Trust Limited (the parent 'charitable company') and its subsidiary (the "group") for the year ended 31st March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the parent charitable company's affairs as at 31st March 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the group 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 parent charitable company or subsidiary group'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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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

In connection with our audit of the group financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Report of the Independent Auditors to the Members of The Freedom Community Trust Limited

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the group 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 group financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the group financial statements, the trustees are responsible for assessing the charitable company's and groups ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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 the audit was considered capable of detecting irregularities including fraud

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:

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 focused on specific laws and regulations which we considered may have a direct material effect on the charity only and consolidated financial statements or the operations of the charitable company and the group, including the Companies Act 2006, the Charities Act 2011, data protection, anti-bribery, employment, fundraising regulations, health and safety legislation, health and social care regulations and childcare regulations. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's and consolidated financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management 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 charity only and consolidated financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the charitable company's legal advisors.

Due to the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances 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.

The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

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

**Report of the Independent Auditors to the Members of
The Freedom Community Trust Limited**

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 group company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Luke Taylor BSc(Hons) ACA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

21 November 2022

The Freedom Community Trust Limited

**Consolidated Statement of Financial Activities
for the year ended 31st March 2022**

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities					
Grants and donations	3	33,108	3,500	36,608	137,289
Investment income	2	476,883	-	476,883	491,821
Trading activities		146,244	-	146,244	73,658
Other income		-	-	-	300
Total		656,235	3,500	659,735	703,068
EXPENDITURE ON					
Raising funds	4	102,569	-	102,569	63,728
Charitable activities	5				
Community services & facilities		1,027,329	-	1,027,329	1,091,001
Total		1,129,898	-	1,129,898	1,154,729
NET INCOME/(EXPENDITURE)		(473,663)	3,500	(470,163)	(451,661)
NET MOVEMENT IN FUNDS		(473,663)	3,500	(470,163)	(451,661)
RECONCILIATION OF FUNDS					
Total funds brought forward		8,872,099	16,332	8,888,431	9,340,092
TOTAL FUNDS CARRIED FORWARD		8,398,436	19,832	8,418,268	8,888,431

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

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

The notes form part of these financial statements

The Freedom Community Trust Limited

**Consolidated Balance Sheet
31st March 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	14	<u>7,998,035</u>	<u>8,471,575</u>
CURRENT ASSETS			
Stock	16	2,086	1,990
Debtors	17	65,118	78,055
Cash at bank		<u>451,564</u>	<u>511,667</u>
		518,768	591,712
CREDITORS			
Amounts falling due within one year	18	<u>(98,535)</u>	<u>(174,856)</u>
NET CURRENT ASSETS		<u>420,233</u>	<u>416,856</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8,418,268</u>	<u>8,888,431</u>
NET ASSETS		<u>8,418,268</u>	<u>8,888,431</u>
FUNDS	20		
Unrestricted funds		8,398,436	8,872,099
Restricted funds		<u>19,832</u>	<u>16,332</u>
TOTAL FUNDS		<u>8,418,268</u>	<u>8,888,431</u>

The financial statements were approved by the Board of Trustees and authorised for issue on _____ 2022
and were signed on its behalf by:


S Sheppard - Trustee

The Freedom Community Trust Limited

**Charity Balance Sheet
31st March 2022**

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	14	7,986,273	8,457,175
Investments	15	10	10
		7,986,283	8,457,185
CURRENT ASSETS			
Debtors	17	17,623	39,323
Cash at bank		336,381	342,420
		354,004	381,743
CREDITORS			
Amounts falling due within one year	18	(14,475)	(44,784)
NET CURRENT ASSETS		339,529	336,959
TOTAL ASSETS LESS CURRENT LIABILITIES		8,325,812	8,794,144
NET ASSETS		8,325,812	8,794,144
FUNDS	20		
Unrestricted funds		8,305,980	8,777,812
Restricted funds		19,832	16,332
TOTAL FUNDS		8,325,812	8,794,144

The financial statements were approved by the Board of Trustees and authorised for issue on 23-11-22 2022 and were signed on its behalf by:


S Sheppard - Trustee

The Freedom Community Trust Limited

**Cash Flow Statement
for the year ended 31st March 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(56,103)</u>	<u>112,564</u>
Net cash (used in)/provided by operating activities		<u>(56,103)</u>	<u>112,564</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(4,000)</u>	<u>(688)</u>
Net cash used in investing activities		<u>(4,000)</u>	<u>(688)</u>
Change in cash and cash equivalents in the reporting period		(60,103)	111,876
Cash and cash equivalents at the beginning of the reporting period		<u>511,667</u>	<u>399,791</u>
Cash and cash equivalents at the end of the reporting period		<u>451,564</u>	<u>511,667</u>

The notes form part of these financial statements

The Freedom Community Trust Limited

**Notes to the Cash Flow Statement
for the year ended 31st March 2022**

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

	2022	2021
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(470,163)	(451,661)
Adjustments for:		
Depreciation charges	477,540	480,483
Loss on disposal of fixed assets	-	-
(Increase)/decrease in debtors	12,937	15,076
(Increase)/decrease in stocks	(96)	940
(Decrease)/increase in creditors	<u>(76,321)</u>	<u>67,726</u>
Net cash (used in)/provided by operations	<u>(56,103)</u>	<u>112,564</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
Net cash			
Cash at bank	511,667	(60,103)	451,564
Total	<u>511,667</u>	<u>(60,103)</u>	<u>451,564</u>

The notes form part of these financial statements

The Freedom Community Trust Limited

Notes to the Financial Statements for the year ended 31st March 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income

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

Voluntary income is recognised once the Charity has been able to establish certainty as to the timing and amount of the income.

Investment income received in respect of the letting of premises is recognised in the Statement of Financial Activities in the period to which it relates.

Expenditure

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any value added tax which cannot be recovered. Costs associated with the provision of the premises from which the Charity derives its investment income are classified as costs of raising funds, whilst all remaining costs, excluding governance costs, are treated as supporting the grant making activities and classified as appropriate.

Grants in furtherance of the Charity's objectives are recorded on the basis of the liability arising in the period.

Tangible fixed assets

Fixed assets are initially recorded at cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold buildings	Straight line over 25 or 50 years
Freehold land	Nil
Leasehold buildings	Straight line over the term of the lease
Fixtures and fittings	Straight line over 3 to 5 years

All land and buildings are classified as mixed motive investments held for a combination of the financial return they generate and the contribution their use by the subsidiary and other parties makes to the investing Charity's own purposes. However the trustees consider it impractical to apportion the properties between tangible fixed assets and investment properties such that all properties are classed as tangible fixed assets.

Fixed asset investments are included at cost less any provision for permanent diminution in value.

Taxation

The company, as a registered Charity, has obtained exemption from corporation tax. Charitable tax exemptions can therefore be claimed to the extent that income and/or gain are applicable and applied for charitable purposes only. Value added tax is absorbed as part of the operational costs of the company to the extent that it is not able to be recovered under the terms of its registration.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The restricted funds at the balance sheet date comprise of £19,832 in respect of the Freedom Fresh Food Project, funded by the Big Lottery Fund helping provide fresh food for families in need. Further funding has been awarded to allow the Fresh Food Project to continue for a further six months.

Financial instrument

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

Notes to the Financial Statements - continued
for the year ended 31st March 2022

1. ACCOUNTING POLICIES - continued

Stocks

Stocks are stated at the lower of cost or estimated selling price less costs to complete and sell. At each reporting date an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in the Statement of Financial Activities. Reversals of impairment losses are also recognised in the Statement of Financial Activities.

Pensions

The subsidiary undertaking Preston Road Enterprises Limited makes payments to a money purchase pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense. 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 company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Operating leases

Leases which do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases.

Income from operating leases is recognised in the Statement of Financial Activities on a straight line basis over the lease term. Costs incurred in earning the lease income are recognised as costs of raising funds.

Operating lease expenses are recognised as an expense over the lease term on a straight line basis.

2. INVESTMENT INCOME

	2022 £	2021 £
Rents and service charges receivable	<u>476,883</u>	<u>491,821</u>

All of the investment income for 2022 and 2021 is unrestricted income.

3. ANALYSIS OF GRANTS AND DONATIONS	Unrestricted £	Restricted £	2022 £	2021 £
Big Lottery - Freedom Fresh Food	-	3,500	3,500	21,300
Government grant income	32,108	-	32,108	115,989
Other donations	1,000	-	1,000	-
	<u>33,108</u>	<u>3,500</u>	<u>36,608</u>	<u>137,289</u>

For 2021 £21,300 of the grants received are restricted income, with the remained being unrestricted.

4. RAISING FUNDS	Unrestricted £	Restricted £	2022 £	2021 £
Property management costs	71,681	-	71,681	58,379
Cost of goods sold and other costs	30,888	-	30,888	5,349
	<u>102,569</u>	<u>-</u>	<u>102,569</u>	<u>63,728</u>

All costs for 2021 are unrestricted costs.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2022**

5. CHARITABLE ACTIVITIES COSTS

	Direct charitable activities £	Grant funding of activities £	Support costs (see note 6) £	Totals 2022 £	Totals 2021 £
Community services & facilities	379,161	10,000	638,168	1,027,329	1,091,001

Of the costs of charitable activities £nil (2021: £35,537) were restricted costs and the balance unrestricted.

6. SUPPORT COSTS

	2022 £	2021 £
Management	33,671	39,047
Finance	37,661	28,057
Information technology	315	302
Human resources	77,881	73,013
Governance costs	11,100	10,800
Depreciation	477,540	480,483
	638,168	631,702

7. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Depreciation - owned assets	477,540	480,483

8. AUDITORS' REMUNERATION

	2022 £	2021 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	11,100	10,800

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2022 nor for the year ended 31st March 2021.

Trustees' expenses

During the year expenses totalling £300 (2021: £300) were paid to 1 trustee (2021: 1) for telephone, internet and other expenses.

10. STAFF COSTS

	2022 £	2021 £
Wages and salaries	357,378	372,353
Social security costs	22,892	22,768
Pensions	8,524	8,547
	388,794	403,668

There were no employees whose emolument as defined for taxation purposes amounted to over £60,000 in the year.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2022**

11. NET OUTGOING RESOURCES OF PARENT CHARITY

As permitted by Section 408 of the Companies Act 2006, the Statement of Financial Activities of the parent charity is not presented as part of these financial statements. The parent charity's net outgoing resources for the year ended 31 March 2022 totalled a deficit of £468,332 (2021: £521,247).

12. INCOME/(EXPENDITURE) FROM COMMERCIAL TRADE OPERATIONS

	2022 £	2021 £
Turnover	715,485	647,175
Cost of sales	234,445	227,547
GROSS PROFIT	481,040	419,628
Administrative expenses	436,263	461,992
	44,777	(42,364)
Other operating income	32,108	115,989
OPERATING PROFIT and PROFIT BEFORE TAXATION	76,885	73,625
Tax on profit	-	-
PROFIT FOR THE FINANCIAL YEAR	76,885	73,625

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Grants	115,989	21,300	137,289
Investment income	491,821	-	491,821
Trading activities	73,658	-	73,658
Other income	300	-	300
Total	681,768	21,300	703,068
EXPENDITURE ON			
Raising funds	63,728	-	63,728
Charitable activities			
Community services & facilities	1,055,465	35,536	1,091,001
Total	1,119,193	35,536	1,154,729
NET INCOME/(EXPENDITURE)	(437,425)	(14,236)	(451,661)
TRANSFER BETWEEN FUNDS	2,850	(2,850)	-
NET MOVEMENT IN FUNDS	(434,575)	(17,086)	(451,661)
Total funds brought forward	9,306,674	33,418	9,340,092
TOTAL FUNDS CARRIED FORWARD	8,872,099	16,332	8,888,431

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2022**

14. TANGIBLE FIXED ASSETS

GROUP					
	Freehold property £	Long leasehold £	Fixtures and fittings £	Plant and machinery £	Totals £
COST					
At 1st April 2021	12,975,971	3,843,682	71,083	258,059	17,148,796
Additions	-	-	-	4,000	4,000
At 31st March 2022	12,975,971	3,843,682	71,083	262,059	17,152,796
DEPRECIATION					
At 1st April 2021	6,129,164	2,259,905	44,495	243,657	8,677,221
Charge for year	316,191	146,125	8,585	6,639	477,540
At 31st March 2022	6,445,355	2,406,030	53,080	250,296	9,154,761
NET BOOK VALUE					
At 31st March 2022	6,530,616	1,437,652	18,003	11,763	7,998,035
At 31st March 2021	6,846,807	1,583,777	26,588	14,403	8,471,575
CHARITY					
	Freehold property £	Long leasehold £	Fixtures and fittings £		Totals £
COST					
At 1st April 2021	12,975,971	3,843,682	71,083		16,890,736
Additions	-	-	-		-
At 31st March 2022	12,975,971	3,843,682	71,083		16,890,736
DEPRECIATION					
At 1st April 2021	6,129,161	2,259,905	44,495		8,433,561
Charge for year	316,191	146,125	8,586		470,902
At 31st March 2022	6,445,352	2,406,030	53,081		8,904,463
NET BOOK VALUE					
At 31st March 2022	6,530,619	1,437,652	18,002		7,986,273
At 31st March 2021	6,846,810	1,583,777	26,588		8,457,175

All leasehold and freehold land and buildings are considered to be mixed motive investments held for a combination of their financial return and contribution they make to the objectives of the Charity. However, the trustees consider it impractical to make an apportionment between functional property and investment property such that all properties are classed as tangible fixed assets.

15. INVESTMENTS

Shares in subsidiary company	£
At cost	
At 1st April 2021 and 31st March 2022	10
Net book value	
At 31st March 2021 and 31st March 2022	10

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2022**

15. INVESTMENTS -continued

Details of investments are as follows:

Name of company	Holdings	Proportion of shares held	Nature of business
Preston Road Enterprises Limited	Ordinary	100%	Function/meeting facilities

The subsidiary undertaking is registered in England and Wales.

In the opinion of the directors, the value of the company's investment in its subsidiary undertaking is not less than the amount at which it is stated in the balance sheet.

16. STOCKS	2022 Group £	2022 Charity £	2021 Group £	2021 Charity £
Finished goods and goods for resale	2,086	-	1,990	-

17. DEBTORS	2022 Group £	2022 Charity £	2021 Group £	2021 Charity £
Trade debtors	11,118	17,331	496	19,955
Other debtors	53,708	-	58,191	-
Amounts due from subsidiary undertaking	-	-	-	-
Prepayments and accrued income	292	292	19,368	19,368
	<u>65,118</u>	<u>17,623</u>	<u>78,055</u>	<u>39,323</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2022 Group £	2022 Charity £	2021 Group £	2021 Charity £
Trade creditors	34,526	7,078	59,188	33,157
Social security and other taxes	12,151	773	23,167	3,054
Other creditors	-	-	83,928	-
Accruals and deferred income	51,858	6,624	8,573	8,573
	<u>98,535</u>	<u>14,475</u>	<u>174,856</u>	<u>44,784</u>

19. LEASING AGREEMENTS	2022 Group £	2022 Charity £	2021 Group £	2021 Charity £
Minimum lease payments under non-cancellable operating leases fall due as follows:				
Within one year	5,655	2,083	5,325	2,350
Between one and five years	14,239	8,332	15,275	8,332
In more than five years	215,508	215,508	217,591	217,591
	<u>235,402</u>	<u>225,923</u>	<u>238,191</u>	<u>228,273</u>

The Freedom Community Trust Limited
Notes to the Financial Statements - continued
for the year ended 31st March 2022

19. LEASING AGREEMENTS Cont.

	2022 Group £	2022 Charity £	2021 Group £	2021 Charity £
Minimum lease payments due to the charitable company and the group under non-cancellable operating leases fall due as follows:				
Within one year	296,999	267,447	368,586	285,581
Between one and five years	266,815	510,804	469,113	659,156
In more than five years	99,150	195,806	146,249	312,805
	<u>662,964</u>	<u>974,057</u>	<u>983,948</u>	<u>1,257,542</u>

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

GROUP	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
Fixed assets	7,998,035	-	7,998,035	8,471,575
Current assets	498,936	19,832	518,768	591,712
Current liabilities	(98,535)	-	(98,535)	(174,856)
	<u>8,398,436</u>	<u>19,832</u>	<u>8,418,268</u>	<u>8,888,431</u>

CHARITY	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
Fixed assets	7,986,273	-	7,986,273	8,457,175
Investments	10	-	10	10
Current assets	334,172	19,832	354,004	381,743
Current liabilities	(14,475)	-	(14,475)	(44,784)
	<u>8,305,980</u>	<u>19,832</u>	<u>8,325,812</u>	<u>8,794,144</u>

21. MOVEMENT IN FUNDS

GROUP	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	8,872,099	(473,663)	8,398,436
Restricted funds			
Restricted fund	16,332	3,500	19,832
TOTAL FUNDS	<u>8,888,431</u>	<u>(470,163)</u>	<u>8,418,268</u>

The Freedom Community Trust Limited
Notes to the Financial Statements - continued
for the year ended 31st March 2022

21. MOVEMENT IN FUNDS – continued

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	656,235	(1,129,898)	-	(473,663)
Restricted funds	3,500	-	-	3,500
Restricted fund				
TOTAL FUNDS	<u>659,735</u>	<u>(1,129,898)</u>	<u>-</u>	<u>(470,163)</u>

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	9,306,674	(434,575)	8,872,099
Restricted funds			
Restricted fund	33,418	(17,086)	16,332
TOTAL FUNDS	<u>9,340,092</u>	<u>(451,661)</u>	<u>8,888,431</u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	681,768	(1,119,193)	2,850	(434,575)
Restricted funds				
Restricted fund	<u>21,300</u>	<u>(35,536)</u>	<u>(2,850)</u>	<u>(17,086)</u>
TOTAL FUNDS	<u>703,068</u>	<u>(1,154,729)</u>	<u>-</u>	<u>(451,661)</u>

CHARITY

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	8,777,812	(471,832)	8,305,980
Restricted funds			
Restricted fund	16,332	3,500	19,832
TOTAL FUNDS	<u>8,794,144</u>	<u>(468,332)</u>	<u>8,325,812</u>

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2022**

21. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	463,374	(935,206)	-	(471,832)
Restricted funds				
Restricted fund	<u>3,500</u>	<u>-</u>	<u>-</u>	<u>3,500</u>
TOTAL FUNDS	<u><u>466,874</u></u>	<u><u>(935,206)</u></u>	<u><u>-</u></u>	<u><u>(468,332)</u></u>

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	9,281,973	(504,161)	8,777,812
Restricted funds			
Restricted fund	33,418	(17,086)	16,332
TOTAL FUNDS	<u><u>9,315,391</u></u>	<u><u>(521,247)</u></u>	<u><u>8,794,144</u></u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	398,733	(905,744)	2,850	(504,161)
Restricted funds				
Restricted fund	<u>21,300</u>	<u>(35,536)</u>	<u>(2,850)</u>	<u>(17,086)</u>
TOTAL FUNDS	<u><u>420,033</u></u>	<u><u>(941,280)</u></u>	<u><u>-</u></u>	<u><u>(521,247)</u></u>

22. EMPLOYEE BENEFIT OBLIGATIONS

From 31st March 2010, all staff are employed by the subsidiary undertaking, Preston Road Enterprises Limited, which is responsible for all staff pension contributions.

23. CONTINGENT LIABILITIES

- (i) The terms of the company's original funding agreement with Government office provide that if fixed assets are sold or their ownership transferred while they have any economic value, Government Office must be notified as soon as possible and they may require the proceeds or an appropriate proportion thereof to be repaid.
- (ii) The Village Childcare Centre was in part funded by the National Lottery. In the event that the building is sold 6.6% of the market value (being the proportion of the original construction costs funded by the donor) will be repayable to the donor under the terms of the grant.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2022**

24. DIRECTORS' INTERESTS AND RELATED PARTY DISCLOSURES

- a) The board members named in the directors' report as Resident or Independent Trustees live in the Preston Road neighbourhood. As such they are likely to have derived some benefit from the projects and initiatives undertaken by the company. However apart from the matter noted below the Board is of the opinion that such benefits are unlikely to influence the said members in pursuing the separate interests of the Charity. Accordingly in accordance with paragraph 9.18 SORP 2015 no disclosure is considered necessary.
- b) In the course of the year the Charity charged rent, service charges and insurance totalling £46,696 (2021: £45,966) to Child Dynamix Ltd, of which the Trustee J. Boyd is a director. At the balance sheet date £8,856 (2021: £13,019) was owed to the Charity by Child Dynamix Ltd.
- c) In the course of the year the Charity paid Environmental and Management Solutions Ltd £5,725 (2021: £32,634). In the course of the year the Charity charged rent, service charges, insurance & utilities totalling £14,900 (2021: £12,971). At the balance sheet date £2,397 (2021: £388) was owed to the Charity by Environmental and Management Solutions. The trustee Janet Boyd is an officer of this company.

25. ULTIMATE CONTROLLING PARTY

The company is controlled by the directors who are also the Charity's trustees for Charity law purposes.

26. MEMBER'S LIABILITY

The company was incorporated as a company limited by guarantee and therefore has no share capital and is also registered as a Charity. The liability of the members is limited on the winding up of the company. Each member is only liable whilst being a member.

At the balance sheet date there were 9 members.

27. CONTINGENT ASSET

During 2005 the company successfully defended an employment tribunal case brought by a former employee. The company was awarded costs of £10,197 which the claimant was not immediately able to pay. The amount of costs plus accrued interest at 8% per annum is now secured against the claimant's private residence and will be settled when the property is sold.

The Freedom Community Trust Limited

England & Wales - Charity number 1094807

Accounts



Smailes Goldie Group
CREATING ADVANTAGE

The Freedom Community Trust Limited

Consolidated Financial Statements

31st March 2021



SD-0201465-1-6

The Freedom Community Trust Limited

**Contents of the Financial Statements
for the year ended 31st March 2021**

	Page
Reference and Administrative Details	1
Report of the Trustees	2 - 5
Report of the Independent Auditors	6 - 8
Consolidated Statement of Financial Activities	9
Consolidated Balance Sheet	10
Charity Balance Sheet	11
Cash Flow Statement	12
Notes to the Cash Flow Statement	13
Notes to the Financial Statements	14 - 23

The Freedom Community Trust Limited

**Reference and Administrative Details
for the year ended 31st March 2021**

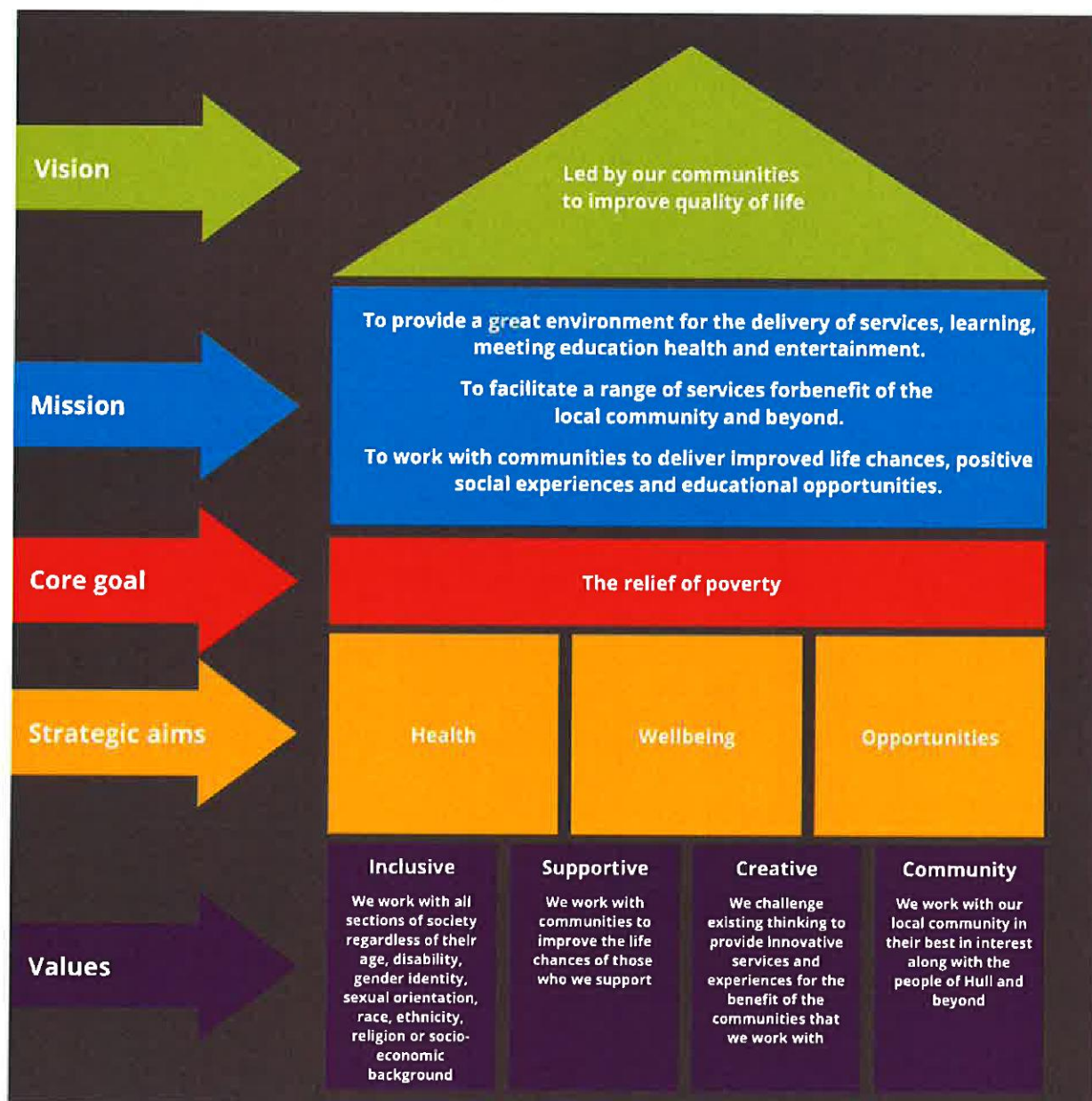
TRUSTEES	S J Alltoft D Bond (resigned 21.01.2021) J Boyd H C Bridges S L Hatfield S P Jackson H McConnell R Norman Rev R P Phillips S Sheppard
COMPANY SECRETARY	S Garnett
REGISTERED OFFICE	The Freedom Centre 97 Preston Road Hull East Yorkshire HU9 3QB
REGISTERED COMPANY NUMBER	04012143 (England and Wales)
REGISTERED CHARITY NUMBER	1094807
AUDITORS	Smailes Goldie Chartered Accountants Statutory Auditor Regent's Court Princess Street Hull East Yorkshire HU2 8BA
BANKERS	Yorkshire Bank Plc 214 Holderness Road Hull HU9 2AA

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2021

Like everyone, our year has been overshadowed by one issue: Covid 19. It has affected everybody's lives and is likely to continue to do so for a long time to come.

At the Freedom Community Trust, we lost a great friend, trusted advisor, and loyal supporter: Rita Butler. Rita served our communities and surrounding area with distinction for over 20 years and the positive impact of her hard work will stand as a legacy for many years. We all miss her greatly.



Covid-19 has changed what we have been able to deliver and how we have delivered it. However, it has given us a renewed focus to support our communities in as many ways as we can. The overview of our organisation shows how we work to achieve this.

Although we have had major disruption to our normal operations we have adapted to ensure that we have met and exceeded our obligations to our beneficiaries. To achieve this both myself and my fellow trustees are grateful for the hard work and support of the Directors and staff of Preston Road Enterprises, our local politicians, charity partners and friends in the private sector. Pulling together we have achieved as lot, invested in our facilities, and placed ourselves and the communities we support, firmly on the road to recovery.

Whilst I am sure that there will be more challenges to face in the future, we are in a good position to face them head on.

The Freedom Community Trust Limited

**Report of the Trustees
for the year ended 31st March 2021**

Sue Sheppard – Chair

ACHIEVEMENTS AND PERFORMANCE

We have had to operate differently this year; however we have still managed work through considerable disruption to deliver against our charitable objectives.

Objective	What we did
The relief of poverty and unemployment	We worked with EMS to continue the success of our food project, with ever more members joining and further support offered by the business community. Working with our local MP, local councillors, the private sector, and EMS we were proud to be an important partner in the emergency food response during the covid lockdown. As well as providing vital logistics to the food parcel service we also had a food support service that met specific needs that fell outside of the main programmes. We also played a key part in ensuring our beneficiaries received non-food items including toilet roll and sanitary products.
The advancement of education, training, or retraining	By ensuring that there were robust covid control measures in place we had confidence in the Freedom Centre being open through the pandemic to support provision of services. We continued to provide a high-quality location to the council's adult education facility. Our work to support the college continues, helping them to operate remotely and then face-to-face to ensure education could continue.
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	Support given to start-up businesses including technical and financial support. This included help to access covid support grants to ensure they could continue to operate through the pandemic. Support for youth enterprise continued through the pandemic along with support for care leavers to access work.
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supported the work of the Freedom Centre to deliver recreational facilities and positive social experiences. Covid secure procures were in place to help groups, including those vulnerable to isolation to re-engage with social activity from July 2020.
The protection or conservation of the environment	LED lighting installed around the Freedom Centre and efficient heating/insulation solution fitted to the Expressive Arts building.
The holding of exhibitions, meetings, etc.	The pandemic curtailed much of the activity, however we have been able to show case work done by the community during lockdown and beyond. Meetings have begun to start again and we have hosted groups including Humberside Police to support their engagement with the community,
The promotion of public safety and prevention of crime	Work with all agencies including police, housing providers and local authority continues to address issues.
The promotion of health and healthy lifestyles	We provided location support to a wide range of health promotion charities and the NHS to spread positive messages about health. Our community gym continued to provide an exceptional value service to its members. Our café provided low-cost high-quality food for the community.

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2021

FINANCIAL REVIEW

Financial and reserves position

The charities income for the year ended 31 March 2021 was £420,033 (2020 £497,301). The net outgoing resources amounted to £941,280 (2020 £1,001,396) resulting in a deficit of £521,247 (2020 £504,095). The charity had unrestricted reserves of £8,777,812 (2020 £9,281,973) and restricted reserves of £16,332 (2020 £33,418). Taking into account the nature of the charity's income streams, the trustees are of the view that reserves at these levels are sufficient.

FUTURE PLANS

The coming year is expected to be very difficult with concerns about revenue and how we will be impacted by Covid-19, Brexit, and other issues as they arise. We will be working to engage more with funders to deliver more targeted work. Our focus will be on supporting core services and providing the best quality of life we can for our communities in the safest possible way.

Objective	Our plans
The relief of poverty and unemployment	Working with partners to improve opportunities to find employment. Continued partnering with EMS to help reduce household expenditure on utilities and food, reducing poverty Continue to partner with PROBE and others to support skills and employability
The advancement of education, training, or retraining	Providing accommodation for the Adult Education Facility at the Freedom Centre Supporting Hull Training and Hull College to increase access to training for local residents
The provision of financial assistance, technical assistance, advisory and counselling services, business advice or consultancy	Supporting the co-location of voluntary groups, start-up businesses or other third sector Organisations within the Village Centre and providing limited financial support for local small community groups. Support youth enterprise
The provision of facilities for recreational and leisure time and the organisation of leisure activities	Supporting the work of the Freedom Centre to deliver recreational facilities and positive social experiences Develop existing community groups Encourage new community groups to form
The protection or conservation of the environment	Working with partners and others to explore ways of ensuring the development towards sustainability of the local environment
The holding of exhibitions, meetings, etc.	Supporting the Freedom Centre to provide exceptional quality facilities to the benefit of the wider community
The promotion of public safety and prevention of crime	Encouraging the involvement of wider representation at local meetings or other meetings to ensure that social and environmental issues are dealt with promptly.
The promotion of health and healthy lifestyles	Supporting or co-ordinating health promoting charities, volunteer groups, statutory bodies, and the objectives of national programmes.

The Freedom Community Trust Limited

Report of the Trustees for the year ended 31st March 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

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

AUDITORS

The auditors, Smailes Goldie, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 2nd November 2021 and signed on its behalf by:



S Sheppard - Trustee

Report of the Independent Auditors to the Members of The Freedom Community Trust Limited

Opinion

We have audited the financial statements of The Freedom Community Trust Limited (the parent 'charitable company') and its subsidiary (the "group") for the year ended 31st March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the parent charitable company's affairs as at 31st March 2021 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the group 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 parent charitable company or subsidiary group'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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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

In connection with our audit of the group financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the 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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Report of the Independent Auditors to the Members of The Freedom Community Trust Limited

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the group 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 group financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the group financial statements, the trustees are responsible for assessing the charitable company's and groups ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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 the audit was considered capable of detecting irregularities including fraud

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:

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 focused on specific laws and regulations which we considered may have a direct material effect on the charity only and consolidated financial statements or the operations of the charitable company and the group, including the Companies Act 2006, the Charities Act 2011, data protection, anti-bribery, employment, fundraising regulations, health and safety legislation, health and social care regulations and childcare regulations. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's and consolidated financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management 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 charity only and consolidated financial statement disclosures to underlying supporting documentation; reading the minutes of meetings of those charged with governance; enquiring of management as to actual and potential litigation and claims; and reviewing correspondence with HMRC, relevant regulators and the charitable company's legal advisors.

Due to the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances 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.

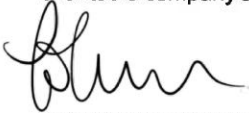
The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

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

**Report of the Independent Auditors to the Members of
The Freedom Community Trust Limited**

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 group company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Luke Taylor BSc(Hons) ACA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire
HU2 8BA

2nd November 2021

The Freedom Community Trust Limited

**Consolidated Statement of Financial Activities
for the year ended 31st March 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities	3				
Grants		115,989	21,300	137,289	94,779
Investment income	2	491,821	-	491,821	488,571
Trading activities		73,658	-	73,658	243,263
Other income		300	-	300	600
Total		681,768	21,300	703,068	827,213
EXPENDITURE ON					
Raising funds	4	63,728	-	63,728	157,256
Charitable activities	5				
Community services & facilities		1,055,465	35,536	1,091,001	1,188,142
Total		1,119,193	35,536	1,154,729	1,345,398
NET INCOME/(EXPENDITURE)		(437,425)	(14,236)	(451,661)	(518,185)
Transfer between funds	18	2,850	(2,850)	-	-
NET MOVEMENT IN FUNDS		(434,575)	(17,086)	(451,661)	(518,185)
RECONCILIATION OF FUNDS					
Total funds brought forward		9,306,674	33,418	9,340,092	9,858,277
TOTAL FUNDS CARRIED FORWARD		8,872,099	16,332	8,888,431	9,340,092

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

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

The notes form part of these financial statements

The Freedom Community Trust Limited

**Consolidated Balance Sheet
31st March 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	14	<u>8,471,575</u>	<u>8,951,370</u>
		8,471,575	8,951,370
CURRENT ASSETS			
Stock	16	1,990	2,930
Debtors	17	78,055	93,131
Cash at bank		<u>511,667</u>	<u>399,791</u>
		591,712	495,852
CREDITORS			
Amounts falling due within one year	18	<u>(174,856)</u>	<u>(107,130)</u>
NET CURRENT ASSETS		<u>416,856</u>	<u>388,722</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		8,888,431	9,340,092
NET ASSETS		<u>8,888,431</u>	<u>9,340,092</u>
FUNDS	20		
Unrestricted funds		8,872,099	9,306,674
Restricted funds		<u>16,332</u>	<u>33,418</u>
TOTAL FUNDS		<u>8,888,431</u>	<u>9,340,092</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 2nd November 2021 and were signed on its behalf by:


S Sheppard - Trustee

The Freedom Community Trust Limited

**Charity Balance Sheet
31st March 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	14	8,457,175	8,929,959
Investments	15	<u>10</u>	<u>10</u>
		8,457,185	9,929,969
CURRENT ASSETS			
Debtors	17	39,323	78,392
Cash at bank		<u>342,420</u>	<u>320,742</u>
		381,743	399,134
CREDITORS			
Amounts falling due within one year	18	<u>(44,784)</u>	<u>(13,712)</u>
NET CURRENT ASSETS		336,959	385,422
TOTAL ASSETS LESS CURRENT LIABILITIES		8,794,144	9,315,391
NET ASSETS		8,794,144	9,315,391
FUNDS	20		
Unrestricted funds		8,777,812	9,281,973
Restricted funds		<u>16,332</u>	<u>33,418</u>
TOTAL FUNDS		8,794,144	9,315,391

The financial statements were approved by the Board of Trustees and authorised for issue on 2nd November 2021 and were signed on its behalf by:


S Sheppard - Trustee

The Freedom Community Trust Limited

**Cash Flow Statement
for the year ended 31st March 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	<u>112,564</u>	<u>(35,810)</u>
Net cash (used in)/provided by operating activities		<u>112,564</u>	<u>(35,810)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(688)</u>	<u>(39,746)</u>
Net cash used in investing activities		<u>(688)</u>	<u>(39,746)</u>
Change in cash and cash equivalents in the reporting period		111,876	(3,936)
Cash and cash equivalents at the beginning of the reporting period		<u>399,791</u>	<u>403,727</u>
Cash and cash equivalents at the end of the reporting period		<u>511,667</u>	<u>399,791</u>

The notes form part of these financial statements

The Freedom Community Trust Limited

**Notes to the Cash Flow Statement
for the year ended 31st March 2021**

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

	2021 £	2020 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(451,661)	(518,185)
Adjustments for:		
Depreciation charges	480,483	498,928
Loss on disposal of fixed assets	-	-
(Increase)/decrease in debtors	15,076	79,393
(Increase)/decrease in stocks	940	1,782
(Decrease)/increase in creditors	<u>67,726</u>	<u>(26,108)</u>
Net cash (used in)/provided by operations	<u>112,564</u>	<u>(35,810)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.20 £	Cash flow £	At 31.3.21 £
Net cash			
Cash at bank	<u>399,791</u>	<u>111,876</u>	<u>511,667</u>
Total	<u>399,791</u>	<u>111,876</u>	<u>511,667</u>

The notes form part of these financial statements

The Freedom Community Trust Limited

Notes to the Financial Statements for the year ended 31st March 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income

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

Voluntary income is recognised once the Charity has been able to establish certainty as to the timing and amount of the income.

Investment income received in respect of the letting of premises is recognised in the Statement of Financial Activities in the period to which it relates.

Expenditure

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any value added tax which cannot be recovered. Costs associated with the provision of the premises from which the Charity derives its investment income are classified as costs of raising funds, whilst all remaining costs, excluding governance costs, are treated as supporting the grant making activities and classified as appropriate.

Grants in furtherance of the Charity's objectives are recorded on the basis of the liability arising in the period.

Tangible fixed assets

Fixed assets are initially recorded at cost. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold buildings	Straight line over 25 or 50 years
Freehold land	Nil
Leasehold buildings	Straight line over the term of the lease
Fixtures and fittings	Straight line over 3 to 5 years

All land and buildings are classified as mixed motive investments held for a combination of the financial return they generate and the contribution their use by the subsidiary and other parties makes to the investing Charity's own purposes. However the trustees consider it impractical to apportion the properties between tangible fixed assets and investment properties such that all properties are classed as tangible fixed assets.

Fixed asset investments are included at cost less any provision for permanent diminution in value.

Taxation

The company, as a registered Charity, has obtained exemption from corporation tax. Charitable tax exemptions can therefore be claimed to the extent that income and/or gain are applicable and applied for charitable purposes only. Value added tax is absorbed as part of the operational costs of the company to the extent that it is not able to be recovered under the terms of its registration.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The restricted funds at the balance sheet date comprise of £16,332 in respect of the Freedom Fresh Food Project, funded by the Big Lottery Fund helping provide fresh food for families in need. Further funding has been awarded to allow the Fresh Food Project to continue for a further six months.

Financial instrument

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

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

1. ACCOUNTING POLICIES - continued

Stocks

Stocks are stated at the lower of cost or estimated selling price less costs to complete and sell. At each reporting date an assessment is made for impairment. Any excess of the carrying amount of stocks over its estimated selling price less costs to complete and sell is recognised as an impairment loss in the Statement of Financial Activities. Reversals of impairment losses are also recognised in the Statement of Financial Activities.

Pensions

The subsidiary undertaking Preston Road Enterprises Limited makes payments to a money purchase pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense. 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 company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Operating leases

Leases which do not transfer substantially all the risks and rewards incidental to ownership are classified as operating leases.

Income from operating leases is recognised in the Statement of Financial Activities on a straight line basis over the lease term. Costs incurred in earning the lease income are recognised as costs of raising funds.

Operating lease expenses are recognised as an expense over the lease term on a straight line basis.

2. INVESTMENT INCOME

	2021 £	2020 £
Rents and service charges receivable	<u>491,821</u>	<u>488,571</u>

All of the investment income for 2021 and 2020 is unrestricted income.

3. ANALYSIS OF GRANTS

	Unrestricted £	Restricted £	2021 £	2020 £
Big Lottery - Freedom Fresh Food	-	21,300	21,300	90,548
Government grant income	<u>115,989</u>	<u>-</u>	<u>115,989</u>	<u>4,231</u>
	<u>115,989</u>	<u>21,300</u>	<u>137,289</u>	<u>94,799</u>

For 2020 £90,548 of the grants received are restricted income, with the remained being unrestricted.

4. RAISING FUNDS

	Unrestricted £	Restricted £	2021 £	2020 £
Property management costs	58,379	-	58,379	73,701
Cost of goods sold and other costs	<u>5,349</u>	<u>-</u>	<u>5,349</u>	<u>83,555</u>
	<u>63,728</u>	<u>-</u>	<u>63,728</u>	<u>157,256</u>

All costs for 2020 are unrestricted costs.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

5. CHARITABLE ACTIVITIES COSTS

	Direct charitable activities £	Grant funding of activities £	Support costs (see note 6) £	Totals 2021 £	Totals 2020 £
Community services & facilities	449,299	10,000	631,702	1,091,001	1,188,142

Of the costs of charitable activities £35,537 (2020: £64,348) were restricted costs and the balance unrestricted.

6. SUPPORT COSTS

	2021 £	2020 £
Management	39,047	38,373
Finance	28,057	29,552
Information technology	302	895
Human resources	73,013	76,691
Premises costs	-	-
Governance costs	10,800	11,000
Depreciation	480,483	498,928
Loss on disposal of fixed assets	-	-
	514,660	655,439

7. NET INCOME/(EXPENDITURE)

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

	2021 £	2020 £
Depreciation - owned assets	480,483	498,298

8. AUDITORS' REMUNERATION

	2021 £	2020 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	10,800	11,000

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2021 nor for the year ended 31st March 2020.

Trustees' expenses

During the year expenses totalling £300 (2020: £425) were paid to 1 trustee (2020: 2) for telephone, internet and other expenses.

10. STAFF COSTS

	2021 £	2020 £
Wages and salaries	372,353	393,156
Social security costs	22,768	24,900
Pensions	8,547	8,821
	403,668	426,877

There were no employees whose emolument as defined for taxation purposes amounted to over £60,000 in the year.

Notes to the Financial Statements - continued
for the year ended 31st March 2021

11. NET OUTGOING RESOURCES OF PARENT CHARITY

As permitted by Section 408 of the Companies Act 2006, the Statement of Financial Activities of the parent charity is not presented as part of these financial statements. The parent charity's net outgoing resources for the year ended 31 March 2021 totalled a deficit of £521,247 (2020: £504,092).

12. INCOME/(EXPENDITURE) FROM COMMERCIAL TRADE OPERATIONS

	2021 £	2020 £
Turnover	647,175	814,466
Cost of sales	227,547	331,577
GROSS PROFIT	419,628	482,889
Administrative expenses	461,992	479,754
	(42,364)	3,135
Other operating income	115,989	4,231
OPERATING PROFIT and PROFIT BEFORE TAXATION	73,625	7,366
Tax on profit	-	-
PROFIT FOR THE FINANCIAL YEAR	73,625	7,366

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Grants	4,231	90,548	94,779
Investment income	488,571	-	488,571
Trading activities	243,263	-	243,263
Other income	600	-	600
Total	736,665	90,548	827,213
EXPENDITURE ON			
Raising funds	157,256	-	157,256
Charitable activities			
Community services & facilities	1,123,794	64,348	1,188,142
Total	1,281,050	64,348	1,345,398
NET INCOME/(EXPENDITURE)	(544,385)	26,200	(518,185)
TRANSFER BETWEEN FUNDS	11,000	(11,000)	-
NET MOVEMENT IN FUNDS	(533,385)	15,200	(518,185)
Total funds brought forward	9,840,059	18,218	9,858,277
TOTAL FUNDS CARRIED FORWARD	9,306,674	33,418	9,340,092

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

14. TANGIBLE FIXED ASSETS

GROUP	Freehold property £	Long leasehold £	Fixtures and fittings £	Plant and machinery £	Totals £
COST					
At 1st April 2020	12,975,971	3,843,682	71,083	257,372	17,148,108
Additions	-	-	-	688	688
At 31st March 2021	12,975,971	3,843,682	71,083	258,059	17,148,796
DEPRECIATION					
At 1st April 2020	5,811,316	2,113,780	35,680	235,962	8,196,738
Charge for year	317,848	146,125	8,815	7,695	480,483
At 31st March 2021	6,129,164	2,259,905	44,495	243,657	8,677,221
NET BOOK VALUE					
At 31st March 2021	6,846,807	1,583,777	26,588	14,403	8,471,575
At 31st March 2020	7,164,655	1,729,902	35,403	21,410	8,951,370
CHARITY					
	Freehold property £	Long leasehold £	Fixtures and fittings £		Totals £
COST					
At 1st April 2020	12,975,971	3,843,682	71,083		16,890,736
Additions	-	-	-		-
At 31st March 2021	12,975,971	3,843,682	71,083		16,890,736
DEPRECIATION					
At 1st April 2020	5,811,317	2,113,780	35,680		7,960,777
Charge for year	317,844	146,125	8,815		472,784
At 31st March 2021	6,129,161	2,259,905	44,495		8,433,561
NET BOOK VALUE					
At 31st March 2021	6,846,810	1,583,777	26,588		8,457,175
At 31st March 2020	7,164,654	1,729,902	35,403		8,929,959

All leasehold and freehold land and buildings are considered to be mixed motive investments held for a combination of their financial return and contribution they make to the objectives of the Charity. However, the trustees consider it impractical to make an apportionment between functional property and investment property such that all properties are classed as tangible fixed assets.

15. INVESTMENTS

£

Shares in subsidiary company

At cost

At 1st April 2020 and 31st March 2021

10

Net book value

At 31st March 2020 and 31st March 2021

10

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

15. INVESTMENTS -continued

£

Details of investments are as follows:

Name of company	Holdings	Proportion of shares held	Nature of business
Preston Road Enterprises Limited	Ordinary	100%	Function/meeting facilities

The subsidiary undertaking is registered in England and Wales.

In the opinion of the directors, the value of the company's investment in its subsidiary undertaking is not less than the amount at which it is stated in the balance sheet.

16. STOCKS	2021 Group £	2021 Charity £	2020 Group £	2020 Charity £
Finished goods and goods for resale	1,990	-	2,930	-
	<u>1,990</u>	<u>-</u>	<u>2,930</u>	<u>-</u>
17. DEBTORS	2021 Group £	2021 Charity £	2020 Group £	2020 Charity £
Trade debtors	496	19,955	17,958	35,525
Other debtors	58,191	-	74,161	-
Amounts due from subsidiary undertaking	-	-	-	41,865
Prepayments and accrued income	19,368	19,368	1,002	1,002
	<u>78,055</u>	<u>39,323</u>	<u>93,131</u>	<u>78,392</u>
18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2021 Group £	2021 Charity £	2020 Group £	2020 Charity £
Trade creditors	59,188	33,155	35,269	1,065
Social security and other taxes	23,167	3,054	19,359	831
Other creditors	83,928	-	41,180	494
Accruals and deferred income	8,573	8,573	11,322	11,322
	<u>174,856</u>	<u>44,784</u>	<u>107,130</u>	<u>13,712</u>
19. LEASING AGREEMENTS	2021 Group £	2021 Charity £	2020 Group £	2020 Charity £
Minimum lease payments under non-cancellable operating leases fall due as follows:				
Within one year	5,325	2,350	6,696	3,151
Between one and five years	15,275	6,943	18,517	8,599
In more than five years	217,591	217,591	219,674	219,674
	<u>239,182</u>	<u>228,273</u>	<u>244,887</u>	<u>231,424</u>

The Freedom Community Trust Limited
Notes to the Financial Statements - continued
for the year ended 31st March 2021

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

GROUP	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
Fixed assets	8,471,575	-	8,471,575	8,951,370
Current assets	575,380	16,332	591,712	495,852
Current liabilities	(174,856)	-	(174,856)	(107,130)
	<u>8,872,099</u>	<u>16,332</u>	<u>8,888,431</u>	<u>9,340,092</u>

CHARITY	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
Fixed assets	8,457,175	-	8,457,175	8,929,959
Investments	10	-	10	10
Current assets	365,411	16,332	381,743	399,134
Current liabilities	(44,784)	-	(44,784)	(13,712)
	<u>8,777,812</u>	<u>16,332</u>	<u>8,794,144</u>	<u>9,315,391</u>

21. MOVEMENT IN FUNDS

GROUP	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	9,306,674	(434,575)	8,872,099
Restricted funds			
Restricted fund	33,418	(17,086)	16,332
TOTAL FUNDS	<u>9,340,092</u>	<u>(451,661)</u>	<u>8,888,431</u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	681,768	(1,119,193)	2,850	(434,575)
Restricted funds				
Restricted fund	21,300	(35,536)	(2,850)	(17,086)
TOTAL FUNDS	<u>703,068</u>	<u>(1,154,729)</u>	<u>-</u>	<u>(451,661)</u>

The Freedom Community Trust Limited
Notes to the Financial Statements - continued
for the year ended 31st March 2021

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	9,840,059	(533,385)	9,306,674
Restricted funds			
Restricted fund	18,218	15,200	33,418
TOTAL FUNDS	<u>9,858,277</u>	<u>(518,185)</u>	<u>9,340,092</u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	736,665	(1,281,050)	11,000	(533,385)
Restricted funds				
Restricted fund	<u>90,548</u>	<u>(64,348)</u>	<u>(11,000)</u>	<u>15,200</u>
TOTAL FUNDS	<u>827,213</u>	<u>(1,345,398)</u>	<u>-</u>	<u>(518,185)</u>

CHARITY

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	9,281,973	(504,161)	8,777,812
Restricted funds			
Restricted fund	33,418	(17,086)	16,332
TOTAL FUNDS	<u>9,315,391</u>	<u>(521,247)</u>	<u>8,794,144</u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	398,733	(905,744)	2,850	(504,161)
Restricted funds				
Restricted fund	<u>21,300</u>	<u>(35,536)</u>	<u>(2,850)</u>	<u>(17,086)</u>
TOTAL FUNDS	<u>420,033</u>	<u>(941,280)</u>	<u>-</u>	<u>(521,247)</u>

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	9,801,268	(519,295)	9,281,973
Restricted funds			
Restricted fund	18,218	15,200	33,418
TOTAL FUNDS	<u>9,819,486</u>	<u>(504,095)</u>	<u>9,315,391</u>

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

	Incoming resources £	Resources expended £	Transfer between funds £	Movement in funds £
Unrestricted funds				
General fund	406,753	(937,048)	11,000	(519,295)
Restricted funds				
Restricted fund	<u>90,548</u>	<u>(64,348)</u>	<u>(11,000)</u>	<u>15,200</u>
TOTAL FUNDS	<u>497,301</u>	<u>(1,001,396)</u>	<u>-</u>	<u>(504,095)</u>

22. EMPLOYEE BENEFIT OBLIGATIONS

From 31st March 2010, all staff are employed by the subsidiary undertaking, Preston Road Enterprises Limited, which is responsible for all staff pension contributions.

23. CONTINGENT LIABILITIES

- (i) The terms of the company's original funding agreement with Government office provide that if fixed assets are sold or their ownership transferred while they have any economic value, Government Office must be notified as soon as possible and they may require the proceeds or an appropriate proportion thereof to be repaid.
- (ii) The Village Childcare Centre was in part funded by the National Lottery. In the event that the building is sold 6.6% of the market value (being the proportion of the original construction costs funded by the donor) will be repayable to the donor under the terms of the grant.

24. DIRECTORS' INTERESTS AND RELATED PARTY DISCLOSURES

- a) The board members named in the directors' report as Resident or Independent Trustees live in the Preston Road neighbourhood. As such they are likely to have derived some benefit from the projects and initiatives undertaken by the company. However apart from the matter noted below the Board is of the opinion that such benefits are unlikely to influence the said members in pursuing the separate interests of the Charity. Accordingly in accordance with paragraph 9.18 SORP 2015 no disclosure is considered necessary.
- b) In the course of the year the Charity charged rent, service charges and insurance totalling £45,966 (2020: £46,679) to Child Dynamix Ltd, of which the Trustee J. Boyd is a director. At the balance sheet date £13,019 (2020: £17,182) was owed to the Charity by Child Dynamix Ltd.
- c) In the course of the year the Charity paid Environmental and Management Solutions Ltd £32,634 (2020: £63,445) in connection with the delivery of the Freedom Fresh Food projection and a further £5,433 in relation to H&S (2020: £nil). In the course of the year the Charity charged rent, service charges, insurance & utilities totalling £12,971 (2020: £8,683) and paid £nil (2020: £100) in relation to summer activities. At the balance sheet date £388 (2020: £4,469) was owed to the Charity by Environmental and Management Solutions. The trustee Janet Boyd is an officer of this company.

The Freedom Community Trust Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

25. ULTIMATE CONTROLLING PARTY

The company is controlled by the directors who are also the Charity's trustees for Charity law purposes.

26. MEMBER'S LIABILITY

The company was incorporated as a company limited by guarantee and therefore has no share capital and is also registered as a Charity. The liability of the members is limited on the winding up of the company. Each member is only liable whilst being a member.

At the balance sheet date there were 9 members.

27. CONTINGENT ASSET

During 2005 the company successfully defended an employment tribunal case brought by a former employee. The company was awarded costs of £10,197 which the claimant was not immediately able to pay. The amount of costs plus accrued interest at 8% per annum is now secured against the claimant's private residence and will be settled when the property is sold.