
HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
(A company limited by guarantee)

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HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 JUNE 2021**

Trustees

B H Spence
J Penberthy (resigned 4 December 2020)
Rev A Golba
J Spence
S C Day (appointed 30 September 2020)
G W Schulz (appointed 9 April 2021)

Company registered number

04460483

Charity registered number

1098079

Registered office

73-75 North Street
Barrow-upon-Soar
Loughborough
Leicestershire
LE12 8PZ

Accountants

Baldwin Scofield Accountancy LLP
Chartered Accountants
3 Newhouse Business Centre
Old Crawley Road
Horsham
West Sussex
RH12 4RU

Bankers

National Westminster Bank plc
120 - 122 High Street
Hornchurch
Essex
RM12 4UL

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 30 JUNE 2021

The Trustees present their annual report together with the financial statements of the company for the 1 July 2020 to 30 June 2021. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

• Policies and objectives

The main object of the charity is to provide properties for the homeless to stay in.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

Achievements and performance

• Review of activities

The trust has maintained the properties in Loughborough and Kegworth, leasing these to The Carpenter's Arms (Midlands) Trust as in past years.

Both properties have been looked after well and improvements have been made to keep them up to standard.

Financial review

• Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

Structure, governance and management

• **Constitution**

Homes for the Homeless (Leicestershire) Limited is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association.

• **Methods of appointment or election of Trustees**

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum of Association.

• **Related party relationships**

The Company leases its property to Carpenter's Arms (Midlands) Trust, a charity with a majority of common trustees with the Company. It uses the premises as a rehabilitation hostel for homeless people.

• **Financial risk management**

The Trustees have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Members' liability

The Members of the company guarantee to contribute an amount not exceeding £1 to the assets of the company in the event of winding up.

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2021

Statement of Trustees' responsibilities

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

Company law requires the Trustees to prepare financial statements for each financial . 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 company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees on 27 April 2022 and signed on their behalf by:

G W Schulz

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 30 JUNE 2021

Independent examiner's report to the Trustees of Homes for the Homeless (Leicestershire) Limited ('the company')

I report to the charity Trustees on my examination of the accounts of the company for the year ended 30 June 2021.

Responsibilities and basis of report

As the Trustees of the company (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the company's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

This report is made solely to the company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's Trustees as a body, for my work or for this report.

Signed:

Nicholas M Baldwin

Baldwin Scofield Accountancy LLP
Chartered Accountants

Dated: 27 April 2022

BA(Econ) FCA DChA

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 JUNE 2021**

	Note	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Income from:					
Donations and legacies	2	-	25	25	150,422
Charitable activities	3	-	61,395	61,395	68,690
Total income		-	61,420	61,420	219,112
Expenditure on:					
Charitable activities	5	6,782	81,585	88,367	59,077
Total expenditure		6,782	81,585	88,367	59,077
Net movement in funds		(6,782)	(20,165)	(26,947)	160,035
Reconciliation of funds:					
Total funds brought forward		81,732	193,054	274,786	114,751
Net movement in funds		(6,782)	(20,165)	(26,947)	160,035
Total funds carried forward		74,950	172,889	247,839	274,786

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

The notes on pages 8 to 17 form part of these financial statements.

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED**(A company limited by guarantee)****REGISTERED NUMBER: 04460483****BALANCE SHEET
AS AT 30 JUNE 2021**

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	9	347,288	359,962
Current assets			
Debtors	10	-	21,270
Cash at bank and in hand		602	2,750
		602	24,020
Creditors: amounts falling due within one year	11	(10,997)	(10,560)
Net current liabilities / assets		(10,395)	13,460
Total assets less current liabilities		336,893	373,422
Creditors: amounts falling due after more than one year	12	(89,054)	(98,636)
Total net assets		247,839	274,786
Charity funds			
Restricted funds	13	74,950	81,732
Unrestricted funds	13	172,889	193,054
Total funds		247,839	274,786

The company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

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

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

The financial statements were approved and authorised for issue by the Trustees on 27 April 2022 and signed on their behalf by:

G W Schulz

The notes on pages 8 to 17 form part of these financial statements.

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Homes for the Homeless (Leicestershire) 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.

1.2 Income

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

1.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the company's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

1. Accounting policies (continued)

1.4 Tangible fixed assets and depreciation (continued)

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- 2% straight line
Building improvements	- 12.5% straight line
Fixtures and fittings	- 33.3% straight line
Computer equipment	- 33.3% straight line

1.5 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.6 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.7 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

1.8 Financial instruments

The company 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.9 Fund accounting

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

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

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

2. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Donations	25	25	150,422
	<u>25</u>	<u>25</u>	
<i>Total 2020</i>	<u>150,422</u>	<u>150,422</u>	

3. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Rental income - charitable activities	61,395	61,395	68,690
	<u>61,395</u>	<u>61,395</u>	
<i>Total 2020</i>	<u>68,690</u>	<u>68,690</u>	

4. Analysis of grants

	Grants to Institutions 2021 £	Total funds 2021 £	<i>Total funds 2020 £</i>
Grants	24,960	24,960	-
	<u>24,960</u>	<u>24,960</u>	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

5. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Costs of charitable activities	6,782	81,585	88,367	59,077
	<u>6,782</u>	<u>81,585</u>	<u>88,367</u>	
<i>Total 2020</i>	7,122	51,955	59,077	
	<u>7,122</u>	<u>51,955</u>	<u>59,077</u>	

6. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Grant funding of activities 2021 £	Total funds 2021 £	Total funds 2020 £
Costs of charitable activities	63,407	24,960	88,367	59,077
	<u>63,407</u>	<u>24,960</u>	<u>88,367</u>	
<i>Total 2020</i>	59,077	-	59,077	
	<u>59,077</u>	<u>-</u>	<u>59,077</u>	

Analysis of direct costs

	Total funds 2021 £	Total funds 2020 £
Depreciation	12,674	14,087
Repairs and renewals	27,863	13,728
Loan interest	4,055	1,082
Consultancy fees	4,920	-
Rent	12,990	29,390
Bookkeeping	245	147
Sundry expenses	-	13
Governance costs	660	630
	<u>63,407</u>	<u>59,077</u>

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

7. Independent examiner's remuneration

	2021 £	2020 £
Fees payable to the company's independent examiner for the independent examination of the company's annual accounts	660	630

8. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 30 June 2021, no Trustee expenses have been incurred (2020 - £NIL).

9. Tangible fixed assets

	Freehold property £	Long-term leasehold property £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation					
At 1 July 2020	517,521	167,733	25,897	5,657	716,808
At 30 June 2021	517,521	167,733	25,897	5,657	716,808
Depreciation					
At 1 July 2020	160,573	164,719	25,897	5,657	356,846
Charge for the year	10,351	2,323	-	-	12,674
At 30 June 2021	170,924	167,042	25,897	5,657	369,520
Net book value					
At 30 June 2021	346,597	691	-	-	347,288
At 30 June 2020	356,948	3,014	-	-	359,962

The charity purchased the freehold of the property at 97 Nottingham Road, Kegworth, Derby DE74 2FH in 2020 having obtained a loan from CPD Trust Fund which has a first legal charge over the property as security for the loan. Subsequent to the year end this loan was redeemed and a new mortgage of £245,000 obtained which is secured on the Nottingham Road property.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

10. Debtors

	2021 £	2020 £
Due within one year		
Amounts owed by related charity	-	21,270
	<u>-</u>	<u>21,270</u>
	<u><u>-</u></u>	<u><u>21,270</u></u>

11. Creditors: Amounts falling due within one year

	2021 £	2020 £
Other loans	9,582	9,145
Accruals and deferred income	1,415	1,415
	<u>10,997</u>	<u>10,560</u>
	<u><u>10,997</u></u>	<u><u>10,560</u></u>

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

12. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Other loans	89,054	98,636

Included within the above are amounts falling due as follows:

	2021 £	2020 £
Between one and two years		
Other loans	10,018	9,582
Between two and five years		
Other loans	32,673	31,364
Over five years		
Other loans	46,363	57,690

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2021 £	2020 £
Payable or repayable by instalments	43,363	57,690
	43,363	57,690

The charity has obtained a loan of £110,000 from CPD Trust Fund to purchase the property at 97 Nottingham Road, Kegworth, Derby DE74 2FH. The CPD Trust has a first legal charge over the property as security for the loan.

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

13. Statement of funds

Statement of funds - current year

	Balance at 1 July 2020 £	Income £	Expenditure £	Balance at 30 June 2021 £
Unrestricted funds				
General funds	193,054	61,420	(81,585)	172,889
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Restricted funds				
Refurbishment fund	81,732	-	(6,782)	74,950
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total of funds	<u>274,786</u>	<u>61,420</u>	<u>(88,367)</u>	<u>247,839</u>

Statement of funds - prior year

	<i>Balance at 1 July 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 30 June 2020 £</i>
Unrestricted funds				
General funds	25,897	219,112	(51,955)	193,054
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Restricted funds				
Refurbishment fund	88,854	-	(7,122)	81,732
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total of funds	<u>114,751</u>	<u>219,112</u>	<u>(59,077)</u>	<u>274,786</u>

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

14. Summary of funds

Summary of funds - current year

	Balance at 1 July 2020 £	Income £	Expenditure £	Balance at 30 June 2021 £
General funds	193,054	61,420	(81,585)	172,889
Restricted funds	81,732	-	(6,782)	74,950
	<u>274,786</u>	<u>61,420</u>	<u>(88,367)</u>	<u>247,839</u>

Summary of funds - prior year

	<i>Balance at 1 July 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 30 June 2020 £</i>
General funds	25,897	219,112	(51,955)	193,054
Restricted funds	88,854	-	(7,122)	81,732
	<u>114,751</u>	<u>219,112</u>	<u>(59,077)</u>	<u>274,786</u>

HOMES FOR THE HOMELESS (LEICESTERSHIRE) LIMITED
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

15. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	74,950	272,338	347,288
Current assets	-	602	602
Creditors due within one year	-	(10,997)	(10,997)
Creditors due in more than one year	-	(89,054)	(89,054)
Total	<u>74,950</u>	<u>172,889</u>	<u>247,839</u>

Analysis of net assets between funds - prior year

	<i>Restricted funds 2020 £</i>	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Tangible fixed assets	81,732	278,230	359,962
Current assets	-	24,020	24,020
Creditors due within one year	-	(10,560)	(10,560)
Creditors due in more than one year	-	(98,636)	(98,636)
Total	<u>81,732</u>	<u>193,054</u>	<u>274,786</u>

16. Related party transactions

As at 30 June 2021 the charity was owed £Nil (2020: £21,270) by The Carpenter's Arms (Midlands) Trust, a charitable trust whose board of trustees includes trustees of Homes for the Homeless (Leicestershire) Limited.