

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 30 November 2021
for
The Homeless Foundation

Derek Young & Co Accountants LLP
Chartered Accountants
Estate House
Evesham Street
Redditch
Worcestershire
B97 4HP

The Homeless Foundation

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for the year ended 30 November 2021

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The Homeless Foundation (Registered number: 06426197)

Report of the Trustees
for the year ended 30 November 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 November 2021. The trustees have adopted the provisions of 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 trustees have complied with the duty in section 17 of the 2011 Charities Act to have regard to guidance published by the Charity Commission.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main objective of the Homeless Foundation as stated in our governing document is: "to relieve, either individually or generally, persons who are in conditions of need, hardship or distress on a National basis."

The key aim of The Homeless Foundation is to assist in eradicating homelessness. We hope to achieve this by providing two key services:

1. Move-on Accommodation - a stepping-stone between hostels and independent living.
2. Prevention Services for 18 to 25 year olds - HiHomie.org Online Advice and an Education programme for schools.

Public benefit

The trustees have considered the Charity Commission's guidance on public benefit and we are in no doubt that our activities in helping the homeless provides a clear public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

There were many achievements in 2021. We provided move-on accommodation for 22 homeless people in Worcester.

The property that we converted into two, one bedroom self-contained flats back in 2020 is now being used as Move-on accommodation and is being managed by one of our Charity Partners. The project has been very successful and the design of the flats has contributed to the occupants ability to live independently with floating support provided by trained staff.

Our iKozie MicroHome has been used as move-on accommodation since August 2017 and it continues to exceed our expectations in providing a much needed self-contained home but also in helping the occupant to live independently and take full responsibility for their life.

In March 2021, we were pleased to receive planning permission to convert our 8 bedroom shared house into 7 self-contained units for homeless use. However, Worcester City Council chose to impose two onerous conditions on the planning permission which means that we cannot proceed with the conversion, unless these conditions can be removed.

One of the conditions was to impose an 18 month maximum tenancy limit which would force the trustees to evict homeless occupants if they needed more time to move-on to more permanent housing. We, as Trustees of a Homeless Charity could never accept such a condition. The other condition was to place a restriction on the legal title of the whole site which would prevent us from obtaining a mortgage to fund the development. We have applied for these conditions to be removed and we are still awaiting a decision from Worcester City Council.

HiHomie.org our online advice website continues to help vulnerable young people with information and tutorial videos on homeless issues. We continue to promote this service on social media.

Fundraising activities

We did not engage in any fundraising activities, however, £980 of unsolicited donations were received via PayPal Giving and directly from donors who wished to remain anonymous. Where possible GiftAid was claimed on all donations.

Report of the Trustees
for the year ended 30 November 2021

ACHIEVEMENT AND PERFORMANCE

Internal and external factors

There are various internal and external factors that are relevant to the achievement of our objectives. Some are within our control and others are outside our control. The key external factors relate to the economy and the cost of residential housing. The key internal factors relate to our ability to manage our properties effectively while maintaining good working relationships with other charities with whom we work.

FINANCIAL REVIEW

The results for the year show a surplus of £42,902 prior to any property revaluations.

All expenditure in the year related to charitable activities and investment management costs. No expenses or remuneration was paid to any of the trustees.

Investment management costs were 40% of gross investment income. This is an increase of 6% from last year and due to the cost of necessary repairs and refurbishment.

Income from charitable activities has increased by 1% this year.

Principal funding sources

The principal funding source in the year was income from charitable activities at 68% with investment income representing 30% of total income and voluntary donations & grants representing 2% of total income.

Reserves policy

The trustees have reviewed the charity's needs for reserves in accordance with the guidance issued by the Charity Commission.

Due to the nature of our activities we need to maintain a sinking fund of £20,000 to cover large capital expenditure and periodic upgrading of our properties. Our long term plans involve purchasing further properties to be used for move-on accommodation and thus we shall need deposit monies to assist in obtaining mortgage approval. However, in the medium term all our reserves will be allocated to projects to convert our existing properties into self contained flats for homeless use.

Our reserves currently stand at £273,018.

Going concern

There are no material uncertainties about the charity's ability to continue as a going concern.

FUTURE PLANS

Our plans for the coming year are to continue to promote the HiHomie.org website and to convert all our remaining shared accommodation into single person flats as we believe that this will help the future occupants to become fully responsible for all aspects of their lives and be better able to maintain tenancies going forward.

We continue to look for opportunities to purchase additional homes for Move-on use and for sites suitable for iKozie MicroHomes.

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.

Recruitment and appointment of new trustees

The trustees who are also directors of the company have the power to appoint new trustees and there are various circumstances where a trusteeship can be terminated as set out in article 3.5 in the Articles of Association.

The trustees do not currently anticipate the need to appoint any new trustees. The existing trustees possess all the skills and experience required to run the charity at this stage in its development. Should further skills be required in the future then the need for additional trustees will be reviewed.

Report of the Trustees
for the year ended 30 November 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The trustees meet every 6 months to consider the business of the charity. In addition to this, there is weekly telephone and email communication between the trustees regarding day to day operational matters.

Induction and training of new trustees

A trustee induction policy will be established prior to recruiting new trustees. This will involve one to one sessions on the work of the charity and visits to our resettlement houses. The training needs of existing trustees are reviewed periodically and any training requirements are sourced externally. During the year the trustees attended training courses on Compliance & Governance.

Risk management

The major risks to which the charity is exposed, as identified by the trustees, have been reviewed and systems have been established to manage those risks.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06426197 (England and Wales)

Registered Charity number

1122802

Registered office

Estate House
144 Evesham Street
Redditch
Worcestershire
B97 4HP

Trustees

Mrs J E O'Donnell
K P O'Donnell
Mrs V E Jenkins-Leigh

Company Secretary

Mrs J E O'Donnell

Independent Examiner

Derek Young & Co Accountants LLP
Chartered Accountants
Estate House
Evesham Street
Redditch
Worcestershire
B97 4HP

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

The Homeless Foundation (Registered number: 06426197)

Report of the Trustees
for the year ended 30 November 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Solicitors

Mills & Reeve LLP
78-84 Colmore Row
Birmingham
B3 2AB

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 25 April 2022 and signed on its behalf by:



K P O'Donnell - Trustee

**Independent Examiner's Report to the Trustees of
The Homeless Foundation**

Independent examiner's report to the trustees of The Homeless Foundation ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 November 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also 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 your charity's accounts as 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.



Stephen Young BSc FCA
Derek Young & Co Accountants LLP
Chartered Accountants
Estate House
Evesham Street
Redditch
Worcestershire
B97 4HP

25 April 2022

The Homeless Foundation

Statement of Financial Activities
for the year ended 30 November 2021

		2021 Unrestricted fund £	2020 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	3	980	832
Charitable activities	5		
Provision of housing for the homeless		40,599	40,156
Investment income	4	<u>18,060</u>	<u>19,767</u>
Total		59,639	60,755
 EXPENDITURE ON			
Raising funds	6	7,259	6,649
Charitable activities	7		
Provision of housing for the homeless		3,712	3,863
Financial assistance for the homeless		-	8,169
Homeless prevention services		4,326	3,496
Other		<u>1,440</u>	<u>1,440</u>
Total		16,737	23,617
Net gains on investments		<u>66,720</u>	<u>-</u>
NET INCOME		109,622	37,138
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>1,576,989</u>	<u>1,539,851</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>1,686,611</u></u>	<u><u>1,576,989</u></u>

The notes form part of these financial statements

The Homeless Foundation (Registered number: 06426197)

Balance Sheet
30 November 2021

	Notes	2021 Unrestricted fund £	2020 Total funds £
FIXED ASSETS			
Tangible assets	13	2,054	2,739
Investments			
Investment property	14	580,000	520,000
Social investments	15	<u>831,539</u>	<u>815,163</u>
		1,413,593	1,337,902
CURRENT ASSETS			
Debtors	16	819	1,618
Cash at bank		<u>278,109</u>	<u>240,614</u>
		278,928	242,232
CREDITORS			
Amounts falling due within one year	17	(5,910)	(3,145)
NET CURRENT ASSETS		<u>273,018</u>	<u>239,087</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,686,611</u>	<u>1,576,989</u>
NET ASSETS		<u>1,686,611</u>	<u>1,576,989</u>
FUNDS	18		
Unrestricted funds		<u>1,686,611</u>	<u>1,576,989</u>
TOTAL FUNDS		<u>1,686,611</u>	<u>1,576,989</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 November 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 November 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

The Homeless Foundation (Registered number: 06426197)

Balance Sheet - continued
30 November 2021

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

The financial statements were approved by the Board of Trustees and authorised for issue on 25 April 2022 and were signed on its behalf by:



J E O'Donnell - Trustee

The Homeless Foundation

Notes to the Financial Statements **for the year ended 30 November 2021**

1. STATUTORY INFORMATION

The Homeless Foundation is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found in the report of the trustees.

2. 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, as modified by the revaluation of certain assets.

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.

Expenditure

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

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures, fittings & equipment	- 25% on reducing balance
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Tangible fixed assets are included at cost, with items below £250 not being capitalised.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

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

Fund accounting

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

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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

The Homeless Foundation

Notes to the Financial Statements - continued
for the year ended 30 November 2021

3. DONATIONS AND LEGACIES			
		2021	2020
		£	£
Donations including gift aid		<u>980</u>	<u>832</u>
4. INVESTMENT INCOME			
		2021	2020
		£	£
Income from properties		18,035	19,512
Deposit account interest		<u>25</u>	<u>255</u>
		<u>18,060</u>	<u>19,767</u>
5. INCOME FROM CHARITABLE ACTIVITIES			
		2021	2020
		£	£
Income from properties	Activity		
	Provision of housing for the homeless	<u>40,599</u>	<u>40,156</u>
6. RAISING FUNDS			
Investment management costs			
		2021	2020
		£	£
Rent, rates and service charge		1,619	1,539
Letting and management fees		1,858	1,170
Property repairs		<u>3,782</u>	<u>3,940</u>
		<u>7,259</u>	<u>6,649</u>
7. CHARITABLE ACTIVITIES COSTS			
	Direct	Support	
	Costs	costs (see	Totals
	£	note 9)	£
Provision of housing for the homeless	3,027	685	3,712
Homeless prevention services	<u>3,564</u>	<u>762</u>	<u>4,326</u>
	<u>6,591</u>	<u>1,447</u>	<u>8,038</u>
8. GRANTS PAYABLE			
		2021	2020
		£	£
Financial assistance for the homeless		<u>-</u>	<u>8,169</u>

The Homeless Foundation

Notes to the Financial Statements - continued
for the year ended 30 November 2021

9. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Other resources expended	-	-	1,440	1,440
Provision of housing for the homeless	685	-	-	685
Homeless prevention services	<u>669</u>	<u>93</u>	<u>-</u>	<u>762</u>
	<u>1,354</u>	<u>93</u>	<u>1,440</u>	<u>2,887</u>

Support costs, included in the above, are as follows:

				2021	2020
	Other resources expended	Provision of housing for the homeless	Homeless prevention services	Total activities	Total activities
	£	£	£	£	£
Wages	-	-	669	669	-
Depreciation of tangible and heritage assets	-	685	-	685	913
Bank charges	-	-	93	93	60
Accountancy and legal fees	<u>1,440</u>	<u>-</u>	<u>-</u>	<u>1,440</u>	<u>1,440</u>
	<u>1,440</u>	<u>685</u>	<u>762</u>	<u>2,887</u>	<u>2,413</u>

10. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Depreciation - owned assets	<u>685</u>	<u>913</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 November 2021 nor for the year ended 30 November 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 November 2021 nor for the year ended 30 November 2020.

The Homeless Foundation

Notes to the Financial Statements - continued
for the year ended 30 November 2021

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	832
Charitable activities	
Provision of housing for the homeless	40,156
Investment income	<u>19,767</u>
Total	60,755
EXPENDITURE ON	
Raising funds	6,649
Charitable activities	
Provision of housing for the homeless	3,863
Financial assistance for the homeless	8,169
Homeless prevention services	3,496
Other	<u>1,440</u>
Total	23,617
NET INCOME	37,138
RECONCILIATION OF FUNDS	
Total funds brought forward	1,539,851
TOTAL FUNDS CARRIED FORWARD	<u><u>1,576,989</u></u>

13. TANGIBLE FIXED ASSETS

	Fixtures, fittings & equipment £
COST	
At 1 December 2020 and 30 November 2021	<u>5,209</u>
DEPRECIATION	
At 1 December 2020	2,470
Charge for year	<u>685</u>
At 30 November 2021	<u>3,155</u>
NET BOOK VALUE	
At 30 November 2021	<u><u>2,054</u></u>
At 30 November 2020	<u><u>2,739</u></u>

The Homeless Foundation

Notes to the Financial Statements - continued
for the year ended 30 November 2021

14. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 December 2020	520,000
Revaluation	<u>60,000</u>
At 30 November 2021	<u>580,000</u>
NET BOOK VALUE	
At 30 November 2021	<u>580,000</u>
At 30 November 2020	<u>520,000</u>

Fair value at 30 November 2021 is represented by:

	£
Valuation in 2012	150,000
Valuation in 2015	70,000
Valuation in 2021	60,000
Cost	<u>300,000</u>
	<u>580,000</u>

Investment property was valued on an open market basis by the trustees on 30 November 2021.

15. SOCIAL INVESTMENTS

	Property for charitable use £
MARKET VALUE	
At 1 December 2020	815,163
Additions	9,656
Revaluations	<u>6,720</u>
At 30 November 2021	<u>831,539</u>
NET BOOK VALUE	
At 30 November 2021	<u>831,539</u>
At 30 November 2020	<u>815,163</u>

Programme related investments were valued on an open market basis by the trustees on 30 November 2021.

The Homeless Foundation

Notes to the Financial Statements - continued
for the year ended 30 November 2021

15. SOCIAL INVESTMENTS - continued

Cost or valuation at 30 November 2021 is represented by:

	Property for charitable use £
Valuation in 2012	82,209
Valuation in 2013	(15,815)
Valuation in 2017	27,199
Valuation in 2018	(2,800)
Valuation in 2019	(9,268)
Valuation in 2021	6,720
Cost	<u>743,294</u>
	<u>831,539</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other debtors	312	849
Prepayments and accrued income	<u>507</u>	<u>769</u>
	<u>819</u>	<u>1,618</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other creditors	2,199	745
Accruals and deferred income	<u>3,711</u>	<u>2,400</u>
	<u>5,910</u>	<u>3,145</u>

18. MOVEMENT IN FUNDS

	At 1.12.20 £	Net movement in funds £	At 30.11.21 £
Unrestricted funds			
General fund	1,576,989	109,622	1,686,611
	<u>1,576,989</u>	<u>109,622</u>	<u>1,686,611</u>
TOTAL FUNDS			
	<u>1,576,989</u>	<u>109,622</u>	<u>1,686,611</u>

The Homeless Foundation

Notes to the Financial Statements - continued
for the year ended 30 November 2021

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	59,639	(16,737)	66,720	109,622
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>59,639</u>	<u>(16,737)</u>	<u>66,720</u>	<u>109,622</u>

Comparatives for movement in funds

	At 1.12.19 £	Net movement in funds £	At 30.11.20 £
Unrestricted funds			
General fund	1,539,851	37,138	1,576,989
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,539,851</u>	<u>37,138</u>	<u>1,576,989</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	60,755	(23,617)	37,138
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>60,755</u>	<u>(23,617)</u>	<u>37,138</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.12.19 £	Net movement in funds £	At 30.11.21 £
Unrestricted funds			
General fund	1,539,851	146,760	1,686,611
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,539,851</u>	<u>146,760</u>	<u>1,686,611</u>

The Homeless Foundation

Notes to the Financial Statements - continued
for the year ended 30 November 2021

18. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	120,394	(40,354)	66,720	146,760
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>120,394</u>	<u>(40,354)</u>	<u>66,720</u>	<u>146,760</u>

19. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 November 2021.