

Registered Charity Number: 1123817 (England and Wales)

Registered Company Number: 06242442

Registered Provider Number: 4652

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022**

FOR

**TWENTY-FIFTH AVENUE LIMITED
(A COMPANY LIMITED BY GUARANTEE)**

Twenty-Fifth Avenue Limited
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022

CONTENT OF FINANCIAL STATEMENTS

	PAGE
REFERENCE AND ADMINISTRATIVE DETAILS	1
REPORT OF THE TRUSTEES	2-7
AUDITOR'S REPORT	8-10
STATEMENT OF FINANCIAL ACTIVITIES	11
BALANCE SHEET	12
CASH FLOW STATEMENT	13
NOTES TO THE CASH FLOW STATEMENT	14
NOTES TO THE FINANCIAL STATEMENTS	15-20
DETAILED STATEMENT OF FINANCIAL ACTIVITIES	21

Twenty-Fifth Avenue Limited

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Trustee (and Directors)

The Trustees who served during the year were as set out below:

Charles Osaghae
Aneidi Ebong
Clement Akinrinde
Kingsley Falola

Executive Officer

Charles Osaghae

Registered and Principal Office

Thames House, Its Floor
3 Wellington Street
London SE18 6NY

Charity registered number

1123817

Company registered number

06242442

Registered provider number

4652

Bankers

Barclays Bank Plc
2 Churchill Place
Canary Wharf
London E14 5RB

Auditors

Tom Carolan & Co.
Chartered Accountants
33 Austin Friars Street
Co, Westmeath
Ireland N91 NR52

REPORT OF THE TRUSTEES

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 31 May 2022. 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).

Twenty-Fifth Avenue is a charitable company limited by guarantee, incorporated on 10 May 2007 and registered as a charity on 22 April 2008.

STRUCTURE GOVERNANCE AND MANAGEMENT

It is governed by its Memorandum and Articles of Association and is managed by a Board of Trustees. Decisions are determined by a simple majority vote by the Trustees who set the strategic direction of the Charity. Trustees are selected on the basis of the contribution that they will make to the governance of the organisation and the skills that they will contribute. They are provided with copies of the Charity Commission's Guidance to Trustees. Additional information and training is also provided as at when required.

Delegated authority has been given to the Chief Executive and Leadership Twenty-Fifth Avenue for the day-to-day running of the operations of the Charity.

The Trustees have assessed the major risks to which the Charity is exposed, in particular those relating to the specific operational areas of the Charity and its finances. The Trustees believes that by monitoring reserves levels, by ensuring controls exist over key financial system and by examining the operational and business risks faced by the Charity, they have established effective systems to mitigate those risks.

The remuneration of the charity's key management personnel is reviewed and set annually by the trustees. The following guiding principles are used in determining the appropriate level: Transparency; Appropriateness and benchmarking against external comparators; Expertise and experience, and Competitive recruitment and talent retention.

VISION AND AIMS

Our vision is a future where no one has to sleep on the streets of London and other parts of England. We exist to support people who are homeless and whom no one else are willing to help.

We aim to bring practical and emotional support and some stability to help people get back on their feet.

OBJECTIVES AND ACTIVITIES

The Charity's objectives are set out in its Memorandum of Association drafted and signed by its members on 10 May 2007. It states: The Charity's Object is to respond to the needs associated with homelessness within the area of South of London, by means of:

The Charity's objects are:

- to raise charitable funds to provide advise to the homeless; and
- provide the homeless hostels and private accommodations; and
- to provide training programmes to help the homeless deal with addiction problems; and
- The provision of accommodation for the purpose of rehabilitation and training
- The provision of training and support to assist homeless people to find work or meaningful occupation

These objects are charitable and operate for the public benefit. The charity pursues these objects through a supported housing office at its premises in the Royal Borough of Greenwich, 3 Wellington Street, Woolwich. In determining how best to pursue these objects. The Trustees have given regard to the Charity Commission's guidance on public benefit.

REPORT OF THE TRUSTEES

The Charity's main objective for the year was: To continue its re-invention and re-positioning of the trust through the Re-engineering project which is focused on improving organisational effectiveness and efficiency to enable the charity to maximise its impact.

STRATEGIES

Rough sleepers and the homeless have complex needs and face multi-disadvantages. Those who we help often have poor physical and/or mental health and struggle with alcohol and/or drug dependencies. Many have criminal records, low educational attainment levels and poor numeracy and literacy. Individuals are usually long-term unemployed and often have limited job skills. They are isolated, often living on the margins of society, having lost contact with friends and family. Homelessness is rarely the result of simply having nowhere to sleep. For the people who use Twenty-Fifth Avenue, it tends to be the result of complex and often cumulative events e.g. job loss, eviction, addiction, leaving an institution, abuse or just an inability to cope.

The Charity's strategy for achieving this objective for the public benefit was:

To reposition itself to effectively reach those presently within its dominant demographic and fulfil the vision of the trust.

ACHIEVEMENTS AND PERFORMANCE FOR THE PUBLIC BENEFIT

The Charity has continued to see significant growth in its operations each year. The charity's performance in 2021-2022 financial year far exceeds last year performance. This was possible because the charity has diversify its operation to Birmingham and Bradford.

The Charity's operations now cuts across four local government namely: Greenwich, Bexley, Birmingham and Bradford. The BOT are optimistic that Charity's operations will continue to expand into other areas in the coming year.

As part of the charity's core object, the Charity will continue with its provision of suitable temporary accommodation for the homeless and rough sleepers across the UK and equip them with the needed support that will help them move into a permanent accommodation. To achieve this the Charity will continue to stive towards increasing its housing stocks each year.

The comparison of the Charity's performance between 2021 and 2022 is tabulated below:

London	2021-2022	2020-2021
Rooms	117	108
Tenants	111	78

Birmingham	2021-2022	2020-2021
Rooms	134	0
Tenants	111	0

Bradford	2021-2022	2020-2021
Rooms	94	94
Tenants	79	0

The Charity's inclusion into the mainstream programme**Tenants' engagements**

- Twenty-Fifth Avenue support its clients according to their various need and provide support identified in their plan. Two (2) weekly key-work session is offered to clients where their support plan and action plan are initial support monitored, reviewed with the clients input.

Continued...

REPORT OF THE TRUSTEES

- Twenty-Fifth Avenue provide various support to its clients and this includes referral to external agencies such as Adult social services, OXLEAS, MIND, alcohol and substance misuse agencies.
- Twenty-Fifth Avenue support its client to develop independent living skills. The Charity provide cookery class and support them, maintain their accommodation, maintain personal hygiene, showing them on how to use various household equipment. Twenty-Fifth Avenue encourage them to abide by house rules by setting up housing meetings where rules are re-enforced and grievances are aired.
- Twenty-Fifth Avenue support its clients to register with GP's, apply for appropriate benefits, set up bank accounts and budgeting.
- Ultimately, Twenty-Fifth Avenue support its client to move on to independent living by supporting them to apply for council accommodation or apply for independent private accommodation when they are ready. Regular support/ referral is offered for registration for work, training and education.
- Twenty-Fifth Avenue provide a mini welcome package to help its new clients settle quickly in our accommodation and support them to apply for food voucher from the local food bank in times of hardship.

Other achievements include

- Successfully supported a significant number of ex-tenants to gain employment.
- Secure council accommodation/ placed on the bidding list.
- Tenants have been able to successfully complete courses/Trainings which will secure them future employment.
- Tenants have undergone job interview skills and CV writing
- Through Twenty-Fifth Avenue support programme, most tenants are able to manage their finances now which has reduce debts.

Accommodation

Twenty-Fifth Avenue accommodation are sourced through a selection of private landlord and estate agents which meet the needs of its clients in terms of living standards and location. The property stock is split between referrals from other organisations and local councils.

Twenty-Fifth Avenue housing stock is a mixture of self-contained and individual rooms in a shared accommodation which is used for the homeless and rough sleepers.

Twenty-Fifth Avenue currently provides an affordable accommodation to clients in Greenwich, Bradford, Birmingham and Bexley.

REPORT OF THE TRUSTEES

FINANCIAL REVIEW

Principal funding sources

The Charity's principal funding source is largely from rent by the local councils, private tenants and weekly service charge by tenants.

Investment policy and objectives

The trustees are of the opinion that the performance of the charity from a financial standpoint is in line with their expectations and plans for the charity.

Reserves policy

As at 31st May 2022, the level of reserves available for the Charity's use (i.e. unrestricted funds and not represented by fixed assets) was £28,203.

These reserves are held to ensure that we can meet our commitments to providing our services and activities, and staffing obligations in the event of a reduction or absence of funds ; and to meet some key services that are capital intensive e.g. securing more rental units.

FUTURE PLANS

At the heart of Twenty-Fifth Avenue's strategy is to continue to respond to the growing crisis of homelessness in London and the Midlands and in particular street homelessness. A key component of Twenty-Fifth Avenue's strategy is to continue to increase the number of homes it can provide. It aims to do this by acquiring property from private and social property owners either through leases, or through purchase of houses.

Twenty-Fifth Avenue is committed to solving homelessness in London and the Midlands and feels that this can be best achieved by working in partnership.

Twenty-Fifth Avenue is also committed to ensuring that everyone has a safe and secure home and has adopted the principle of Housing First, an initiative that seeks to house people affected by homelessness in secure tenancies.

The £50,000 Government Bounce back loan the Charity took in 2020-2021 due to Covid-19 Pandemic is being paid back on a monthly basis.

The Charity continues to explore ways of furthering its charitable objectives in an effective manner by ensuring there is awareness of its services and by seeking opportunities to be more involved in the community.

The Charity seeks to continue to provide accommodation for the homeless in the community and thus contributing positively to community inclusion.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Twenty-Fifth Avenue is a charitable company limited by guarantee, incorporated on 10 May 2007 and registered as a charity on 22 April 2008. It is governed by its Memorandum and Articles of Association and is managed by Board of Trustees. Decisions are determined by a simple majority vote by the Trustees who set the strategic direction of the Charity. Delegated authority has been given to the Executive Officer and the implementation team led by the Board of Trustees for the day to day running of the operations of the Charity.

Recruitment and appointment of new trustees

Trustees are selected on the basis of the contribution that they will make to the governance of the organisation and the skills that they will contribute. They are provided with copies of the Charity Commission's Guidance to Trustees and are also provided with training as and when required.

Continued...

REPORT OF THE TRUSTEES

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The Trustees review the major risks that the charity is exposed to at their meetings and are satisfied that systems are in place to manage the risks that have been identified. In particular, insurance cover is in place and the finances of the Charity are kept under review. Appropriate Disclosure & Barring Service check (DBS), supported by regularly reviewed policies are done for all those who work with homeless or other vulnerable groups with the Charity. Internal control risks are minimised by the implementation of procedures for authorisation of significant transactions and projects. Procedures are in place to ensure compliance with health and safety of members of staff, volunteers, clients and visitors to the Charity. Qualified and appropriately experienced employees are appointed and external consultants are engaged to advise on significant issues.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of the Charity 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 time the financial position of the charitable company and to enable them to ensure that the financial statements accuracy at any 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

Tom Carolan & Co. Chartered Certified Accountants and Registered Auditors, was proposed by the trustees

Disclosure of information to auditor

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

REPORT OF THE TRUSTEES

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

A handwritten signature in black ink, appearing to read 'Charles Osaghae', written in a cursive style.

Charles Osaghae - Trustee

Date: 07 February 2023

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

Opinion

We have audited the charity financial statements of Twenty Fifth Avenue ('the charity') for the financial year ended 31 May 2021 which comprise the Statement of Financial Activities (incorporating an Income and Expenditure Account), the Balance Sheet and notes to the financial statements, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', applying Section 1A of that Standard and Accounting and Reporting by Charities: Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102.

In our opinion, when reporting in accordance with a fair presentation framework the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 May 2021 and of its surplus for the financial 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 and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with 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 going concern basis of accounting in the Preparation of the financial statements is appropriate.

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

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

Other Information

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

Our responsibility is to read the other information and, in doing so, consider whether the information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we are required to report the facts. 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 Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Annual Report has been prepared in accordance with applicable requirements.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of our audit, we have not identified material misstatements in the Trustees' Annual 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 been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosure of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we required for our audit
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and the advantage of the small companies' exemption in preparing the Trustees' Annual Report.

Responsibilities of trustees for the financial statements

As explained more fully in the Statement of Trustees' Responsibilities set out on Page 5, 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 they 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 management either intends to liquidate the charity or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error, and to issue an Audit's Report that includes our opinion. Reasonable Assurance is a high level of assurance, but is not a guarantee that an audit concluded in accordance with ISA (UK) will always detect a material misstatement when it exists. Misstatement 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 decision of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We designed 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:

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error. design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES

Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However future events or conditions may cause the charity to cease to continue as a going concern.

Evaluate the overall presentation, structure and control of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The purpose of our audit work and to whom we owe our responsibilities

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



Tom Carolan F.C.A (Senior Statutory Auditor)
for and on behalf of CAROLAN & CO

Chartered Accountants, Registered Auditors
33 Austin Friars Street
Mullingar
N91 NR52
Republic of Ireland

10-Feb-23

STATEMENT OF FINANCIAL ACTIVITIES

		31.05.2022	31.05.2021
		Unrestricted	Total
		fund	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Income	2	2,328,956	1,426,031
Investment income	3	-	-
		<u>2,328,956</u>	<u>1,426,031</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	4	2,178,935	1,076,491
Support costs	5	340,235	217,569
		<u>2,519,170</u>	<u>1,294,060</u>
Total			
		(190,214)	131,971
NET INCOME			
RECONCILIATION OF FUNDS			
Total funds brought forward		218,417	86,446
		<u>218,417</u>	<u>86,446</u>
TOTAL FUNDS CARRIED FORWARD		<u>28,203</u>	<u>218,417</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure receives from continuing activities.

The notes form part of these financial statements

Twenty-Fifth Avenue Limited

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022

BALANCE SHEET AS AT 31 MAY 2022

	Notes	31.05.2022 Unrestricted fund £	31.05.2021 Total funds £
FIXED ASSETS			
Tangible assets	10	49,896	22,015
CURRENT ASSETS			
Debtors	11	-	3,956
Cash at bank and in hand		63,777	268,160
		<u>63,777</u>	<u>272,115</u>
CREDITORS			
Amount falling due within one year	12	(7,444)	(16,879)
NET CURRENT ASSETS		<u>56,333</u>	<u>255,236</u>
TOTAL ASSETS LESS CURRENT			
LIABILITIES		<u>106,229</u>	<u>277,251</u>
CREDITORS			
Amount falling due after more than one year	13	(78,027)	-58,834
NET ASSETS		<u>28,203</u>	<u>218,417</u>
FUNDS			
Unrestricted funds		<u>28,203</u>	<u>218,417</u>
TOTAL FUNDS		<u>28,203</u>	<u>218,417</u>

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 10 February 2021 and were signed on its behalf by:


Charles Osaghae

Date: 07 February 2023

Company number: 6242442

Charity number: 1123817

Twenty-Fifth Avenue Limited
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2022

CASH FLOW STATEMENT

		31.05.2022	31.05.2021
		£	£
	Note		
Cash flows from operating activities			
Cash generated from operations	1	<u>(157,657)</u>	<u>209,372</u>
Net cash provided by operating activities		<u>(157,657)</u>	<u>209,372</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		61,672	29,530
Cash from disposal of assets		(14,947)	(1,500)
Net cash used in investing		<u>46,725</u>	<u>28,030</u>
Change in cash and cash equivalent in the reporting period		(204,383)	181,342
Cash and cash equivalent at the beginning of the reporting period		268,160	86,818
Cash and cash equivalent at the end of the reporting period		<u>63,777</u>	<u>268,160</u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT

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

	31.05.2022	31.05.2021
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	(190,214)	131,971.28
Adjustment for:		
Depreciation charges	18,844	8,968
(Increase)/decrease in debtors	3,956	1,952
(Decrease)/increase in creditors	9,758	66,480
Net cash provided by operations	<u>(157,657)</u>	<u>209,372</u>

2. ANALYSIS OF CHANGE IN NET FUNDS

	At 1.6.21	Cash flow	At 31 .05.22
	£	£	£
Net cash			
Cash at bank	<u>268,160</u>	<u>(204,383)</u>	<u>63,777</u>
	<u>268,160</u>	<u>(204,383)</u>	<u>63,777</u>
Total	<u>268,160</u>	<u>(204,383)</u>	<u>63,777</u>

NOTES TO THE FINANCIAL STATEMENTS

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.

Going concern

The trustees (who are the charitable company's directors for the purposes of company law) have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the trustees have considered the charity's forecasts and projections and the possible implications should projected income and / or expenditure vary unexpectedly. The trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

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.

Tangible fixed assets

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

Plant and machinery	- Straight-line method
---------------------	------------------------

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.

Continued...

NOTES TO THE FINANCIAL STATEMENTS

Pensions and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

The Charity operates a defined contribution plan for the benefit of its employees. Contribution are expensed as they become payable.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the period of the lease.

2. INCOME

	31.05.2022	31.05.2021
	£	£
Social housing lettings	2,256,679	1,298,071
Management charges	27,411	23,773
Furlough grant	20,828	67451.34
Rental income	12,055	20,273
Miscellaneous income	11,983	16,462
	<u>2,328,956</u>	<u>1,426,031</u>

3. INVESTMENT INCOME

Bank account interest	-	-
-----------------------	---	---

4. CHARITABLE ACTIVITIES COSTS

	Direct costs	31.05.2022	31.05.2021
	£	Total	Total
		£	£
Charitable activities	2,178,935	2,178,935	1,076,491

5. SUPPORT COSTS

	Management	Governance	31.05.2022	31.05.2021
	£	£	£	£
Other resources expended				
Charitable activities	334,593	-	334,593	211,712
Bank charges	142	-	142	1,357
Auditor's fee	-	5,500	5,500	4,500
	<u>334,735</u>	<u>5,500</u>	<u>340,235</u>	<u>217,569</u>

6. NET INCOME (EXPENDITURE)

Net income (expenditure) is stated after charging/crediting

	31.05.2022	31.05.2021
	£	£
Auditor's remuneration	5,500	4,500
Depreciation - owned assets	<u>18,844</u>	<u>8968</u>

Continued...

NOTES TO THE FINANCIAL STATEMENTS

7. TRUSTEES REMUNERATION AND BENEFITS

	31.05.2022	31.05.2021
Trustees' wages and salaries	41,751	39,000

The trustee Charles Osagahe who is a director was paid £41,751 gross remuneration during the period. This payment is in line with the charity's Memorandum of Association Section 5(b).

8. STAFF COSTS

	31.05.2022	31.05.2021
Wages and salaries	149,807	94,849
Social security	11,248	9,474
Other pension costs	5,119	6,423
	<u>166,173</u>	<u>110,746</u>

The average monthly number of employees during the year was as follows:

	31.05.2022	31.05.2021
Administration	8	6
Support	3	2
Volunteers	2	-
	<u>13</u>	<u>8</u>

No employee benefits exceed £60,000 during the period.

NOTES TO THE FINANCIAL STATEMENTS

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund 2022 £	Unrestricted fund 2021 £
INCOME AND ENDOWMENT FROM		
Income	2,328,956	1,426,031
Investment income (Bank interests received)	-	-
	<u>2,328,956</u>	<u>1,426,031</u>
EXPENDITURE ON		
Charitable activities		
Charitable activities	2,178,935	1,076,491
Support costs	340,235	217,569
	<u>2,519,170</u>	<u>1,294,060</u>
NET INCOME	(190,214)	131,971
RECONCILIATION OF FUNDS		
Total finds brought forward	<u>218,417</u>	<u>86,446</u>
TOTAL FUNDS CARRIED FORWARD	<u>28,203</u>	<u>218,417</u>

10. TANGIBLE FIXED ASSETS

	Plant & machinery £	Furniture & fittings £	Motor vehicle £	Totals £
COST				
At 1 June 2021	1,460	2,517	27,940	31,917
Addition	2,348	0	59,324	61,672
Disposal/Scrapped	(1,460)	(927)	(19,929)	(22,316)
At 31 May 2022	<u>2,348</u>	<u>1,590</u>	<u>67,335</u>	<u>71,273</u>
DEPRECIATION				
At 1 June 2021	1,460	1,457	6,985	9,902
Charge for the year	783	530	17,531	18,844
Disposal/Scrapped	(1,460)	(927)	(4,982)	(7,369)
At 31 May 2022	<u>783</u>	<u>1,060</u>	<u>19,534</u>	<u>21,377</u>
NET BOOK VALUE				
At 31 May 2022	<u>1,565</u>	<u>530</u>	<u>47,801</u>	<u>49,896</u>
At 31 May 2021	<u>-</u>	<u>1,060</u>	<u>20,955</u>	<u>22,015</u>

Continued...

NOTES TO THE FINANCIAL STATEMENTS

11. DEBTORS: AMOUNT FALLING DUE WITHIN ONE YEAR

	31.05.2022	31.05.2021
	£	£
Trade debtors (Rental income)	-	3,956
Accrued income (Gift aid)	-	-
	<u>-</u>	<u>3,956</u>

12. CREDITORS: AMOUNT FALLING DUE WITH ONE YEAR

	31.05.2022	31.05.2021
	£	£
Trade creditors	-	9,423
Net obligation under leasing contracts and hire purchase liabilities	1,944	2956
Accrued expenses (Auditor's fee)	5,500	4,500
	<u>7,444</u>	<u>16,879</u>

13. CREDITORS: AMOUNT FALLING DUE AFTER MORE THAN ONE YEAR

	31.05.2022	31.05.2021
	£	£
Recovery loan scheme	40,708	50,000
Net obligation under leasing contracts and hire purchase liabilities	37,318	8,834
	<u>78,027</u>	<u>58,834</u>

14. MOVEMENT IN FUNDS

	At 01.06.21	Net movement in funds	At 31.05.22
Unrestricted funds			
General fund	218,417	(190,214)	28,203
TOTAL FUNDS	<u>218,417</u>	<u>(190,214)</u>	<u>28,203</u>

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

	Incoming resources	Resources expended	Movement in fund
	£	£	£
Unrestricted funds			
General fund	2,328,956	(2,519,170)	(190,214)
TOTAL FUNDS	<u>2,328,956</u>	<u>(2,519,170)</u>	<u>(190,214)</u>

Continued...

NOTES TO THE FINANCIAL STATEMENTS

15. CONTROLLING ENTITY

There is no overall controlling entity.

16. RELATED PARTY DISCLOSURES

The trustee Charles Osagahe who is a director was paid £41,751 (2021-2022) and £39,000 (2020-2021) gross remuneration for acting in the capacity of an executive officer of the charity.

Kinsley Falola a trustee was paid £500 for providing consultancy services for the charity.

There were no other transactions with the Trustees except those referred to above.

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

	31.05.2022	31.05.2021
	£	£
INCOME AND ENDOWMENTS		
Income		
Housing benefits	2,256,679	1,298,071
Service charge	27,411	23,773
Furlough scheme	20,828	67,451
Rental income	12,055	20,273
Misc. income	11,983	16,462
	<u>2,328,956</u>	<u>1,426,031</u>
Investment income		
Bank interest received	-	-
Total incoming resources	<u>2,328,956</u>	<u>1,426,031</u>
EXPENDITURE		
Charitable Expenditure		
Property Lease	1,567,721	718,100
Property Maintenance	267,782	189,210
Tenant's Welfare	251,028	104,463
Council Tax	48,251	23,796
Light & Heat	44,153	40,923
	<u>2,178,935</u>	<u>1,076,491</u>
Management & Administration expenses		
Staff Costs	206,334	149,846
Accountancy Fees	13,676	7,000
Business Licenses and Permits	1,200	-
Computers & Software	3,415	9,395
IT, Broadband & Internet	1,489	2,532
Office Supplies, Postage & Stationery	5,027	3,970
Rent - Office	21,647	16,516
Student Internship	1,550	-
Subscriptions	445	2,058
Telephone Expenditure	189	305
Training and Recruitment Costs	25,595	111
Hospitality & Refreshment	5,668	-
Insurance	6,378	5,172
Consultancy	10,500	3,450
Legal & Professional fees	18,203	884
Volunteer's Expenses	1,600	-
Miscellaneous Expenses	11,519	9,552
Surplus/deficit on disposal of assets	(1,153)	(8,047)
Depreciation	1,313	8,968
	<u>334,593</u>	<u>211,712</u>
Finance		
Bank Charges	142	1,357
Governance		
Audit fee	5,500	4,500
Total resources expended	<u>2,519,170</u>	<u>1,294,060</u>
Net income/expenditure	<u>(190,214)</u>	<u>131,971</u>