

Company registration number: 06616666

Charity registration number: 1128162

Emmaus Salford

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 June 2022

Gortons
Chartered Accountants
Stanmore House
64-68 Blackburn Street
Radcliffe
Manchester
M26 2JS

Emmaus Salford

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Emmaus Salford

Trustees' Report

The Trustees who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 30 June 2022.

Objectives and activities

Objects and aims

The principal objectives of the charity are:

The alleviation and relief of poverty, hardship and distress arising therefrom, in conformance with the principles of the Emmaus Movement.

The provision of accommodation, or assistance in such provision, for homeless people in the Salford area and such other places as may seem appropriate from time to time (the “beneficiaries”).

The rehabilitation of the beneficiaries, as appropriate, and the provision of education, training (including, without limitation, employment training) and work opportunities. Satisfaction for the beneficiaries, with the purpose of developing their skills to enable them to gain employment in the future and thereby develop a sense of self-worth and dignity through having a self-supporting life.

The support of the work of other Emmaus communities and groups or other agencies in the relief of poverty and homelessness, whether in the United Kingdom or elsewhere in the world, and in particular (without limitation) by the exchange of resources, information and expertise with other Emmaus projects world-wide.

The primary objective is the development of a self-sufficient community providing accommodation and a meaningful voluntary work environment, with an appropriate level of support for previously homeless people, and others who may be socially disadvantaged. The community provides a welcoming and supportive place to live and work and for each person to develop within it.

On admission to the community, companions (our residents) relinquish welfare benefits, however Housing Benefit is claimed as companions are entitled to such claims. The community remains reliant on this income stream to provide the support services and homes for companions. The charity's long term focus is to increase the income from the social enterprise in such a way as to have a surplus, thus reducing reliance on claims for statutory benefits, however, Trustees acknowledge that for the foreseeable future it is not feasible to set a timescale for achieving this.

The charity's business and income generating activities are the key focus for development over the next 5 years. Additionally, the charity operates two strands of Solidarity work, the broader traditional Solidarity activity of an Emmaus Community, led by companions in supporting those less fortunate than themselves and since 2017 the charity has also operated and is developing a Solidarity Outreach Programme for the wider Salford community. This includes Lucie's Pantry (a social supermarket), a school uniform recycling hub and the charity operates the People's PODs that are part of the A Bed Every Night programme (ABEN) in Greater Manchester.

Public benefit

The Trustees have had regard to the Charity Commission's guidance on public benefit in determining the activities conducted by the Charity, and all existing and development of services continue to benefit the people who live in the administrative borough of Salford.

The Trustees confirm that they have complied with the requirements of Section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Emmaus Salford

Trustees' Report

Achievements and performance

We continue to give Companions:

1. 'Wrap around' support, tailored to their individual needs, mental and physical wellbeing. The work of the Wellbeing Worker (appointed April 2021) has proved to be essential, supporting the companions and identifying their individual needs. She has introduced the Warwick-Edinburgh strategy programme in assessing each companion, monitoring their responses, and recognising where intervention or more expert support is required.
2. Opportunities to access educational or vocational training outside the community.
3. Explore the possibility of work experience.
4. Regular monthly meeting to discuss and share information with a member of staff, including a meeting with the chair of Trustees to discuss the proposed 'Evolving Emmaus' programme and how that would impact on Emmaus Salford.

Our social enterprise continues to flourish, offering support to the wider community in Salford. In particular, we have developed Lucie's Pantry, offering a wider range of food and household necessities to a greater number of households, working in conjunction with fareshare, local supermarket chains and donors. A computerised till system has been installed, thanks to the generosity of a donation, which has enabled us to manage stock, identify our members and comply with data protection in a far more efficient way. As a result, the membership has grown. A social impact survey was undertaken in the summer of 2021, giving us detailed information to support the undertaking. The pantry has supported 20 solidarity cases referred by the CAB, social services and local housing associations.

The use of the original 4 people pods situated immediately behind the community home was suspended in November 2021, following incidents which challenged the security of our companions. However, we have been given a further 10 'PODs' for which we obtained planning on our unused car park adjacent to the community home and work has commenced to renovate the PODs. We wish to engage with the Bed For Every Night scheme and Salford homeless welfare team. Work has been undertaken in conjunction with other charities and plans are being made to make the PODs environmentally friendly and carbon neutral, with the invaluable assistance of Salford University.

The school uniform hub continues to support local families with school age children in the supply of a full school uniform.

Financial review

Following the COVID-19 pandemic, Emmaus Salford experienced a deficit in the accounts so that at the commencement of the financial year 1st July 2021 to 30th June 2022, there has been a significant challenge to maintain financial stability and to develop the aims and objectives of the charity. Nationally, numbers of companions in Emmaus communities have reportedly been lower than in recent years, causing a reduction in our volunteer workforce and a reduction in the amount of housing benefit available.

An enterprise plan was drawn up to consider the future financial security of the charity, with particular reference to developing new strands of social enterprise, development of internet sales and the recruitment of staff and volunteers to ensure the success of the plan. Targets have been set in relation to increasing companion numbers and sales in the community shops. A business development officer was appointed in September 2021 with dual role as Deputy Community Director. Systems have been put in place managing the stock and training companions, all of whom manage our shops. A team of volunteers has been recruited to support the social enterprise, both individual and corporate, to whom we are grateful. Their support is invaluable to the organisation both on the practical side and more noticeably in the increased sales in our shops.

The financial statements for the year to 30 June 2022 show a net deficit of £121,677, compared with a net deficit of £9,430 in the previous year. This is mainly due to the government grants received last year of £74,445; none this year.

Sales of donated goods increased from £109,810 in 2021 to £156,686 this year, an increase of just less than 43%. Income from housing benefit and rental income decreased by around 20% from £145,773 in 2021 to £116,837 this year. Costs decreased by just over 4% from £481,666 in 2021 to £460,317 this year.

During the year the charity received grants and donations (excluding government grants) totalling £58,022 (2021 - £140,419). The Trustees wish to record their gratitude for all grants and donations received.

Emmaus Salford

Trustees' Report

Plans for future periods

Policy on reserves

The trustees consider that Emmaus Salford should hold sufficient reserves to:

- Support the welfare of Companions
- Maintain Emmaus House and surrounding buildings
- Support Lucie's pantry

The charity's reserves will help to ensure that we can continue to provide accommodation and work for our beneficiaries.

The Trustees currently consider the appropriate level of reserves to be in a range between £65,000 and £85,000. As at 30 June 2022 free reserves amounted to £18,585 being unrestricted income funds of £58,593 less fixed assets of £40,008 (2021 - £99,326 being unrestricted income funds of £157,155 less fixed assets of £57,829). Total restricted funds amounted to £34,957 (2021 - £58,072).

During the course of the financial year, the Trustees were very much aware of the charity's reserves policy and that there had been a dip in the reserves. This is attributable to:

1. Emmaus Salford is reliant on receiving housing benefit for qualifying companions (i.e. those entitled to rely upon state benefits). There has been a drop in the number of companions, not just in Salford but nationally throughout the Emmaus Movement. The reasons are complex, but what is becoming apparent is that many prospective companions have such complex needs (drug, alcohol and mental health) which the community is unable to support. Thus, despite our best endeavours, companion numbers remain lower than desired, with a knock-on reduction in income from housing benefit. The issue is being actively addressed by pursuing new contacts, such as the probation service and working in tandem with other like-minded agencies.

2. A number of companions have been encouraged to work with a social employment agency which has resulted in them undertaking work trials, gaining qualifications etc and several have now found full time employment and independent accommodation. Staff have been instructed to develop working relationships with a number of agencies with a view to offering support to people through these contacts. Working in partnership with like-minded organisations has introduced new companions of late.

3. Lucie's Pantry has attracted a lot of local attention, particularly financial support. No provision had been made in the accounts to acknowledge the very significant contribution made by staff and companions for the smooth running of the pantry. As a result, a careful calculation has been undertaken to quantify that contribution in financial terms and a proper administration charge is now made each month based upon time, running costs and overheads. This effectively releases restricted funds for the running of the pantry.

4. A decision has been made by the board of Trustees in that, although we still pursue new residential companions in accordance with the ethos of the Emmaus movement, we should develop our social enterprise in the local community of Salford. This means that we are working to develop new strands of enterprise engaging with social landlords, housing associations and local charities to provide goods and services to support people in the immediate Salford area, not just those who seek a residential place. We are confident that expanding our work in this way, we will strengthen our financial core, but still work within the principles of our founder, Abbe Pierre.

The reserves policy is reviewed regularly. The Trustees are confident that the steps being put in place will strengthen the charity's reserves.

Emmaus Salford

Trustees' Report

Structure, governance and management

Nature of governing document

Emmaus Salford was registered as a non-profit making company on 11 June 2008 (ref no. 6616666) and was registered as a UK charity (reg no. 1128162) by the Charity Commissioners with effect from 19 February 2009.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

In the event of the company being wound up Trustees are required to contribute an amount not exceeding £1.

The charity is a limited company, limited by guarantee, as defined by the Companies Act.

Recruitment and appointment of trustees

Trustees are elected in accordance with the Memorandum of Association. The Trustees retire by rotation. The board has an agreed procedure for the appointment of Trustees and all Trustees are appointed following open advertisement.

Two new Trustees were recruited to support the board; both have a health and safety background and will make a significant contribution to the decisions made by the Board.

Two Trustees who are specialists in IT, have developed an IT and digital strategy for the charity enabling our systems both administratively and commercially to be used for the benefit of the organisation as a whole and much time has been spent in providing the companions, staff and Trustees with training and understanding of the systems. This is expertise which is invaluable for the smooth and modern running of the organisation as a whole, for everyone concerned which would otherwise be financially unattainable.

Emmaus Salford

Trustees' Report

Reference and Administrative Details

Charity Registration Number:	1128162
Company Registration Number:	06616666
	The charity is incorporated in England and Wales.
Registered Office:	Emmaus House 101 Fitzwarren Street Salford M6 5RQ
Independent Examiner:	Gortons Institute of Chartered Accountants in England and Wales Stanmore House 64-68 Blackburn Street Radcliffe Manchester M26 2JS

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:	Mrs P L Lewis (resigned 31 December 2022) Mr I D Cottam Mrs H Dunn Dr A Fenton (resigned 28 January 2022) Dr M Griffiths Mr D McGovern (resigned 11 October 2021) Mr G Monaghan (resigned 22 September 2021) Ms E J Portsmouth Mr S Hindley (appointed 11 October 2021) Mrs J E Davies Ms L Carney (appointed 13 June 2022) Mr A M E Minnis (appointed 13 June 2022 and resigned 12 December 2022) Mr M Stanton (appointed 12 December 2022)
Secretary:	Mr D McGovern (resigned 11 October 2021) Ms E J Portsmouth (appointed 11 October 2021)
Senior Management / Leadership Team:	Mrs R Richardson, Community Director (Ceased employment 26 August 2022) Mrs J Smith, Chief Operating Officer

Emmaus Salford

Trustees' Report

Statement of trustees' responsibilities

The trustees (who are also the directors of Emmaus Salford 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 charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company 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 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.

The annual report was approved by the trustees of the charity on 26 April 2023 and signed on its behalf by:


Mrs H Dunn
Trustee

Emmaus Salford

Independent Examiner's Report to the trustees of Emmaus Salford ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2022.

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

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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 Emmaus Salford 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.



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26 April 2023

Emmaus Salford

Statement of Financial Activities for the Year Ended 30 June 2022 (Including Income and Expenditure Account)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	4	23,599	34,423	58,022
Charitable activities	6	273,523	-	273,523
Investment income	7	100	-	100
Other income		6,995	-	6,995
Total income		<u>304,217</u>	<u>34,423</u>	<u>338,640</u>
Expenditure on:				
Charitable activities	8	<u>(402,779)</u>	<u>(57,538)</u>	<u>(460,317)</u>
Total expenditure		<u>(402,779)</u>	<u>(57,538)</u>	<u>(460,317)</u>
Net expenditure		<u>(98,562)</u>	<u>(23,115)</u>	<u>(121,677)</u>
Net movement in funds		(98,562)	(23,115)	(121,677)
Reconciliation of funds				
Total funds brought forward		<u>157,155</u>	<u>58,072</u>	<u>215,227</u>
Total funds carried forward	25	<u><u>58,593</u></u>	<u><u>34,957</u></u>	<u><u>93,550</u></u>

	Note	Unrestricted funds General £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	4	103,439	111,425	214,864
Charitable activities	6	255,583	-	255,583
Investment income	7	154	-	154
Other income		1,635	-	1,635
Total Income		<u>360,811</u>	<u>111,425</u>	<u>472,236</u>
Expenditure on:				
Charitable activities	8	<u>(345,779)</u>	<u>(135,887)</u>	<u>(481,666)</u>
Total Expenditure		<u>(345,779)</u>	<u>(135,887)</u>	<u>(481,666)</u>
Net income/(expenditure)		<u>15,032</u>	<u>(24,462)</u>	<u>(9,430)</u>
Net movement in funds		15,032	(24,462)	(9,430)
Reconciliation of funds				
Total funds brought forward		<u>142,123</u>	<u>82,534</u>	<u>224,657</u>
Total funds carried forward	25	<u><u>157,155</u></u>	<u><u>58,072</u></u>	<u><u>215,227</u></u>

The notes on pages 10 to 23 form an integral part of these financial statements.

Emmaus Salford

(Registration number: 06616666)
Balance Sheet as at 30 June 2022

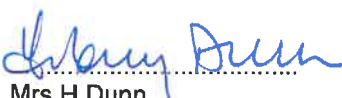
	Note	2022 £	2021 £
Fixed assets			
Tangible assets	14	40,008	57,829
Current assets			
Stocks	15	2,120	1,500
Debtors	16	33,457	24,279
Cash at bank and in hand	17	132,070	250,900
		167,647	276,679
Creditors: Amounts falling due within one year	18	(101,105)	(106,281)
Net current assets		66,542	170,398
Total assets less current liabilities		106,550	228,227
Creditors: Amounts falling due after more than one year	19	(13,000)	(13,000)
Net assets		93,550	215,227
Funds of the charity:			
Restricted income funds			
Restricted funds		34,957	58,072
Unrestricted income funds			
Unrestricted funds		58,593	157,155
Total funds	25	93,550	215,227

For the financial year ending 30 June 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 8 to 23 were approved by the trustees, and authorised for issue on 26 April 2023 and signed on their behalf by:


Mrs H Dunn
Trustee

The notes on pages 10 to 23 form an integral part of these financial statements.

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

1 Charity status

The charity is a company limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

2 General information

The charity was incorporated as a company in the United Kingdom and the registered office is Emmaus House, 101 Fitzwarren Street, Salford, M6 5RQ.

3 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

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

Emmaus Salford 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.

Going concern

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

Volunteers

Volunteers give their time and skills to support the charity and social enterprise to help even more people move on from being homeless.

Summary of disclosure exemptions

Having followed the relevant requirements of FRS102, the company has taken advantage of disclosure exemptions in respect of the preparation of a Statement of Cash Flows.

Income and endowments

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

Donations and legacies

Donations and gifts are recognised as income when the charity has control over the item or has received the service, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably, in accordance with the Charities SORP (FRS 102).

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

Grants receivable

Income from grants are recognised when the charity has entitlement to the funds and it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Charitable activities

Income on the sale of donated goods and house clearances is recognised when the charity has control over the item or received the service.

Income on housing benefits and rents are recognised on an accruals basis.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party. It is probable that settlement will be required and the amount of the obligation can be measured reliably.

Charitable activities

Expenditure on charitable activities includes the costs of delivering services undertaken to further the purposes of the charity and their associated support costs.

Other expenditure

Other expenditure represents those items not falling into any other heading.

Support costs

All support costs are allocated to the charitable activities.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including an Independent Examination, strategic management and trustees' meetings and reimbursed expenses.

Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £250 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

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

Leasehold alterations
Fixtures and fittings
Motor vehicles

Depreciation method and rate

Straight line over 8 years
Straight line over 5 years
Straight line over 5 years

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow moving stocks.

Trade debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

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

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in a transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

Fund structure

Unrestricted income funds are general funds that are available for use at the Trustees' discretion in furtherance of the objectives of the charity.

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.

Hire purchase and finance leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Rentals payable under operating leases are charged in the Statement of Financial Activities on a straight line basis over the lease term.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

4 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2022 £
Grants, including capital grants:			
Grants from other charities	-	32,444	32,444
Regular giving and capital donations	23,599	1,979	25,578
	<u>23,599</u>	<u>34,423</u>	<u>58,022</u>
	Unrestricted funds General £	Restricted funds £	Total 2021 £
Grants, including capital grants:			
Government grants	74,445	-	74,445
Grants from other charities	-	108,965	108,965
Regular giving and capital donations	28,994	2,460	31,454
	<u>103,439</u>	<u>111,425</u>	<u>214,864</u>

5 Government grants

The government grants are furlough grants and Local Authority COVID-19 support funding.

The amount of grants recognised in the financial statements is £Nil (2021 - £74,445).

There are no unfulfilled conditions attached to the grants.

There are no other forms of government assistance.

6 Income from charitable activities

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Sale of donated goods and house clearances	156,686	156,686	109,810
Housing benefit and rents	116,837	116,837	145,773
	<u>273,523</u>	<u>273,523</u>	<u>255,583</u>

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

7 Investment income

	Unrestricted		
	General	Total	Total
	£	2022	2021
	£	£	£
Interest receivable on bank deposits	100	100	154

8 Expenditure on charitable activities

	Activity undertaken directly	Activity support costs	2022	2021
	£	£	£	£
Salary costs	136,852	-	136,852	114,637
Companion costs	74,574	-	74,574	84,328
Rent, rates and insurance	43,376	272	43,648	36,200
Shop supplies and equipment	23,604	-	23,604	20,948
Repairs and renewals	44,829	-	44,829	36,973
Light and heat	39,395	-	39,395	39,087
Vehicle costs	18,188	-	18,188	15,050
Health and safety	3,966	-	3,966	49,877
Cleaning and waste	13,084	-	13,084	23,219
Telephone and internet	11,322	-	11,322	12,018
Miscellaneous expenses	15,969	-	15,969	7,701
Legal and professional fees	5,939	-	5,939	3,555
Bad and doubtful debts	-	-	-	(3,353)
Bank and credit card charges	1,880	96	1,976	1,176
Depreciation and profit on sale of fixed assets	20,821	-	20,821	37,316
	<u>453,799</u>	<u>368</u>	<u>454,167</u>	<u>478,732</u>

£396,629 (2021 - £342,845) of the above expenditure was attributable to unrestricted funds and £57,538 (2021 - £135,887) to restricted funds.

In addition to the expenditure analysed above, there are also governance costs of £6,150 (2021 - £2,934) which relate directly to charitable activities. See note 9 for further details.

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

9 Analysis of governance and support costs

Support costs allocated to charitable activities

	Finance costs £	Administration costs £	Total 2022 £	Total 2021 £
Trustee indemnity insurance	-	272	272	88
Bank charges	96	-	96	27
	<u>96</u>	<u>272</u>	<u>368</u>	<u>115</u>

Governance costs

	Unrestricted General £	Total 2022 £	Total 2021 £
Independent examination	2,000	2,000	1,184
Accounts preparation	4,150	4,150	1,750
	<u>6,150</u>	<u>6,150</u>	<u>2,934</u>

10 Net incoming/outgoing resources

Net outgoing/(incoming) resources for the year include:

	2022 £	2021 £
Operating leases - plant and machinery	10,788	4,290
Operating leases - other assets	34,000	17,124
Other non-audit services	4,150	1,750
Profit on disposal of tangible fixed assets	(19,500)	(3,823)
Depreciation of fixed assets	<u>40,321</u>	<u>41,139</u>

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

11 Staff costs

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Charitable Activities	<u>5</u>	<u>5</u>

All of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £5,919 (2021 - £4,767).

These payments are allocated to charitable expenses within unrestricted funds.

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

The total employee benefits of the key management personnel of the charity were £39,835 (2021 - £39,474).

12 Independent Examiner's remuneration

	2022 £	2021 £
Independent examination	2,000	1,184
Accountancy services	<u>4,150</u>	<u>1,750</u>
	<u>6,150</u>	<u>2,934</u>

13 Taxation

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

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

14 Tangible fixed assets

	Leasehold Alterations £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 July 2021	196,481	17,798	63,925	278,204
Additions	-	-	22,500	22,500
Disposals	-	-	(25,421)	(25,421)
At 30 June 2022	<u>196,481</u>	<u>17,798</u>	<u>61,004</u>	<u>275,283</u>
Depreciation				
At 1 July 2021	171,687	4,728	43,960	220,375
Charge for the year	24,560	3,560	12,201	40,321
Eliminated on disposals	-	-	(25,421)	(25,421)
At 30 June 2022	<u>196,247</u>	<u>8,288</u>	<u>30,740</u>	<u>235,275</u>
Net book value				
At 30 June 2022	<u>234</u>	<u>9,510</u>	<u>30,264</u>	<u>40,008</u>
At 30 June 2021	<u>24,794</u>	<u>13,070</u>	<u>19,965</u>	<u>57,829</u>

15 Stock

	2022 £	2021 £
Finished goods	<u>2,120</u>	<u>1,500</u>

16 Debtors

	2022 £	2021 £
Trade debtors	10,471	-
Prepayments	7,586	8,499
Accrued income	2,947	3,988
Other debtors	12,453	11,792
	<u>33,457</u>	<u>24,279</u>

17 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	1,901	2,433
Cash at bank	<u>130,169</u>	<u>248,467</u>
	<u>132,070</u>	<u>250,900</u>

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

18 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	575	6,696
Loan from Emmaus UK	1,500	1,500
Other taxation and social security	3,870	1,095
Other creditors	13,918	12,459
Accruals	81,242	84,531
	<u>101,105</u>	<u>106,281</u>

19 Creditors: amounts falling due after one year

	2022 £	2021 £
Loan from Emmaus UK	<u>13,000</u>	<u>13,000</u>

In 2013/14 Emmaus UK made a loan of £30,000 to Emmaus Salford. £23,000 of this loan was repaid early in 2014/15. The balance of £7,000 is repayable in 2022/23 and 2023/24. This loan is interest free.

In 2015/16 Emmaus UK made a further loan of £15,000 to Emmaus Salford. This loan is repayable in equal instalments over 10 years. Interest is charged at 1% per annum. There was a capital repayment holiday until 31 January 2022 and the situation since is under discussion together with the rate of interest.

20 Obligations under leases and hire purchase contracts

Operating lease commitments

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

	2022 £	2021 £
Land and buildings		
Within one year	<u>42,519</u>	<u>76,519</u>
Other		
Within one year	1,575	-
Between one and five years	3,888	9,891
After five years	<u>42,930</u>	<u>49,290</u>
	<u>48,393</u>	<u>59,181</u>

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

21 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £3,106 (2021 - £4,767).

Contributions totalling £485 (2021 - £471) were paid after date to the scheme and are included in creditors.

22 Contingent liabilities

There is a contingent liability for grants, and also loans received, from Emmaus UK in prior years, that will all be repayable if Emmaus Salford leaves the Emmaus UK Federation.

23 Trustees remuneration and expenses

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

24 Related party transactions

There were no related party transactions in the year.

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

25 Funds

	Balance at 1 July 2021 £	Incoming resources £	Resources expended £	Balance at 30 June 2022 £
Unrestricted funds				
<i>General</i>				
General funds	157,155	304,217	(402,779)	58,593
Total unrestricted funds	<u>157,155</u>	<u>304,217</u>	<u>(402,779)</u>	<u>58,593</u>
Restricted funds				
RBS Charitable Trust, Pendleton Together Co-operative, Lush Charity Pot and Semble	1,975	1,045	(732)	2,288
Emmaus UK	385	3,839	(3,564)	660
Edward Holt Trust	10,023	-	(4,733)	5,290
Nationwide Building Society via Community Foundations	11,994	18,875	(30,001)	868
Martin Lewis, High Sherrifs Office, Salford CVS, Neighbourly, ESF, Manchester Guardian Society, Duchy of Lancaster, Food recovery, CAF deliveries, Charity Service deliveries, Clarion Food	12,240	7,525	(10,838)	8,927
Tesco, Salford CVS, B&Q	17,493	-	(4,076)	13,417
Salford CVS, Yorkshire Building Society	1,229	-	(1,018)	211
Salford CVS	1,425	250	(744)	931
Guinness Partnership	433	-	-	433
Charities Aid Foundation	875	-	(875)	-
The Charity Service	-	980	(458)	522
Lidl	-	499	(499)	-
Neighbourly	-	1,410	-	1,410
Total restricted funds	<u>58,072</u>	<u>34,423</u>	<u>(57,538)</u>	<u>34,957</u>
Total funds	<u><u>215,227</u></u>	<u><u>338,640</u></u>	<u><u>(460,317)</u></u>	<u><u>93,550</u></u>

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

	Balance at 1 July 2020 £	Incoming resources £	Resources expended £	Balance at 30 June 2021 £
Unrestricted funds				
<i>General</i>				
General funds	142,123	360,811	(345,779)	157,155
Total unrestricted funds	<u>142,123</u>	<u>360,811</u>	<u>(345,779)</u>	<u>157,155</u>
Restricted				
RBS Charitable Trust, Pendleton Together Co-operative, Lush Charity Pot and Semble	903	2,714	(1,642)	1,975
Booth's Charities	170	350	(520)	-
Emmaus UK	385	-	-	385
Edward Holt Trust	23,000	-	(12,977)	10,023
Bauer Radio	500	-	(500)	-
Nationwide Building Society via Community Foundations	36,705	-	(24,711)	11,994
Martin Lewis, High Sherrifs Office, Salford CVS, Neighbourly, ESF, Manchester Guardian Society, Duchy of Lancaster, Food recovery, CAF deliveries, Charity Service deliveries, Clarion Food	11,833	18,750	(18,343)	12,240
Mayor of Greater Manchester, Salford CVS, Neighbourly, Tesco, Emmaus UK, Charities Aid Foundation	8,152	22,287	(30,439)	-
Tesco, Salford CVS, B&Q	886	21,190	(4,583)	17,493
Salford CVS, Yorkshire Building Society	-	4,395	(3,166)	1,229
Guinness Partnership, Salford CVS	-	1,760	(1,760)	-
Salford CVS	-	16,500	(15,075)	1,425
Guinness Partnership	-	600	(167)	433
Charities Aid Foundation	-	22,879	(22,004)	875
Total restricted funds	<u>82,534</u>	<u>111,425</u>	<u>(135,887)</u>	<u>58,072</u>
Total funds	<u><u>224,657</u></u>	<u><u>472,236</u></u>	<u><u>(481,666)</u></u>	<u><u>215,227</u></u>

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

Description of nature of restriction by fund

The specific purposes for which the funds are to be applied are as follows:

RBS Charitable Trust, Pendleton Together Co-operative, Lush Charity Pot and Semble - for a greenhouse, gardening equipment and work to the garden area of Emmaus House

Booth's Charities - for mattresses for companions' rooms and christmas festivities

Emmaus UK - for companion training

Edward Holt Trust - for costs of employing a manager for the social supermarket

Bauer Radio - for a community fridge

Nationwide Building Society via Community Foundations - for the costs of employing a key worker

Martin Lewis, High Sherriffs Office, Salford CVS, Neighbourly, ESF, Manchester Guradian Society, Duchy of Lancaster, Food recovery, CAF deliveries, Charity Service deliveries, Clarion Food - to assist the social supermarket in responding to COVID-19

Mayor of Greater Manchester, Salford CVS, Neighbourly, Tesco, Emmaus UK, Charities Aid Foundation - to assist the community in responding to COVID-19

Tesco, Salford CVS, B&Q - for emergency accommodation

Salford CVS, Yorkshire Building Society - for IT equipment

Guinness Partnership, Salford CVS - for the social supermarket

Salford CVS - for emergency food parcels

Guinness Partnership - for the school hub

Charities Aid Foundation - for salaries and companion training

The charity service - for a community barbecue and seating

Lidl - for a cookery book for the social supermarket

Neighbourly - IT equipment to be used by the social supermarket

Emmaus Salford

Notes to the Financial Statements for the Year Ended 30 June 2022

26 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 30 June 2022 £
Tangible fixed assets	40,008	-	40,008
Current assets	132,690	34,957	167,647
Current liabilities	(101,105)	-	(101,105)
Long term creditors	(13,000)	-	(13,000)
Total net assets	<u>58,593</u>	<u>34,957</u>	<u>93,550</u>
	Unrestricted funds General £	Restricted funds £	Total funds at 30 June 2021 £
Tangible fixed assets	57,829	-	57,829
Current assets	218,607	58,072	276,679
Current liabilities	(106,281)	-	(106,281)
Long term creditors	(13,000)	-	(13,000)
Total net assets	<u>157,155</u>	<u>58,072</u>	<u>215,227</u>