

Company registration number: 07219977

Charity registration number: 1138346

Harrogate Skills 4 Living Centre

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 August 2022

Harrogate Skills 4 Living Centre

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Harrogate Skills 4 Living Centre

Reference and Administrative Details

Chief Executive Officer

H A Moorby-Davies

Trustees

Miss JC Oliver (resigned 1 October 2021)
C H Jones (resigned 20 September 2021)
T R Lincoln
Mrs M B King
W R F Gosling (resigned 29 September 2021)
D T Handslip (resigned 28 July 2022)
R Allison (appointed 15 April 2021, resigned 4 October 2021)
M E Carter (appointed 7 March 2022)
Mrs B R Grant (appointed 7 March 2022)
J M Williams (appointed 25 May 2022)

Principal Office

9 North Park Rd
Harrogate
North Yorkshire
HG1 5PD

The charity is incorporated in England and Wales.

Company Registration Number

07219977

Charity Registration Number

1138346

Auditor

Xeinadin Audit Limited
1 City Road East
Manchester
M15 4PN

Harrogate Skills 4 Living Centre

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 August 2022.

Structure, governance and management

Harrogate Skills 4 Living Centre is a Company limited by guarantee, company number 07219977 and a registered Charity governed by its Memorandum and Articles of Association, charity number 1138346.

The Directors of the charitable company ("the charity") are its trustees for the purpose of charity law and throughout this report are collectively referred to as the Trustees. As set out in the Articles of Association the Company shall have a Board of Trustees comprising not less than six and not more than twelve persons. The chairman is appointed by the Trustees from their own number. The Trustees, who are also the directors for the purpose of company law, who served during the year are listed in the Reference and Administrative Details. The Trustees meet regularly to administer the charity.

The charity has reviewed its major risks during the year and systems have been established to manage those risks.

Aims and Objectives

In setting our objectives and planning our activities the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on the relief of those in need and the advancement of education. The objectives of the Charity are:

"TO RELIEVE THE NEEDS OF ADULTS IN THE HARROGATE AND SURROUNDING AREA WITH LEARNING DIFFICULTIES AND DISABILITIES IN SUCH WAYS AS THE DIRECTORS SHALL THINK FIT; IN PARTICULAR BUT NOT EXCLUSIVELY BY PROVIDING EDUCATION AND TRAINING, SUPPORT, INFORMATION AND ADVICE AND SOCIAL ACTIVITIES TO IMPROVE THEIR CONDITIONS OF LIFE SO THAT THEY MAY PARTICIPATE MORE FULLY IN THEIR COMMUNITY "

This is translated into our mission statement:

"To reduce inequalities and overcome barriers that will enable the people we support to lead fulfilled lives"

Who we are:

We are an established charity working with adults with learning disabilities and autism with an education centre and two residential care homes and provision for SEN employment pathways.

Staff are passionate about the support they give and go the extra mile to deliver excellent services and we have a high staff retention rate. We employ 73 staff across our 4 sites.

Our staff are our greatest resource and we make sure they are properly trained and well equipped to do what can be a demanding albeit rewarding job. We recognise the challenges faced within the health and social care sector that impact our staff wellbeing and we respond compassionately and proportionately to these additional pressures.

We promote a culture of personal learning and development throughout the organisation whilst holding ourselves accountable to our values.

Why are we needed:

There are over 800 adults with learning disabilities in Harrogate and studies suggest this number will increase by around 15% by 2025. There are also 1550 adults with autism in the area, roughly 50% of whom have a learning disability. We support adults (16+) with learning disabilities and autism or dual diagnosis. The prevalence rate for autism has increased by 30% since 2008, due largely to raised awareness and continues to rise steadily.

The numbers of Education, Health and Care plans for 16–24-year-olds continues to rise year on year locally and nationally and there is a general shortage of specialist alternative providers available to meet this growing need.

HS4L provides a range of services for adults with a learning disability autism designed to meet their needs. Currently these incorporate, two residential care homes, an accredited adult education centre which provides a wide range of learning pathways and supported employment services. These services are needs-led, and we make considerable efforts to ensure we are providing the right support, in the right place and at the right time. To do so, HS4L carries out a range of exercises throughout the year to gather feedback on the impact our beneficiaries receive from our services. Starting in January 2022, we carried out an engagement exercise across the Harrogate and Rural district to better understand 'what a good life' looks like for our service users. This lottery funded 'Engage 22' project will help us consider how we co-design and co-produce our services going forwards.

Social Objectives:

Our organisational social objectives are to...

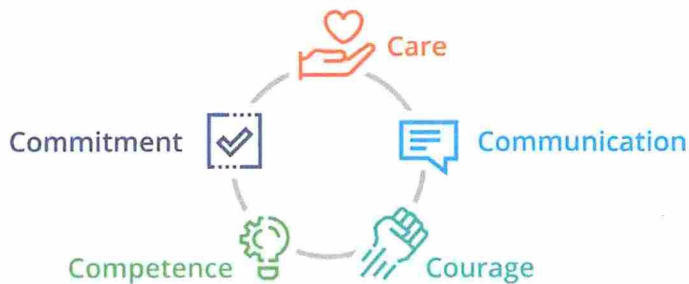
1. Reduce isolation and promote inclusion
2. Increase independence and participation
3. Promote wellbeing and healthy lifestyle choices

Our vision is to...

Reduce inequalities and support people with learning disabilities and autism to overcome the barriers they face to leading fulfilled lives.

Our mission is to...

Provide quality services to adults and young people (16+) with learning disabilities and autism that promote inclusion, choice and independence in the Harrogate and rural district.

Our values are...**2022-2025 Goals - Rationale and Impact**

Our strategic plan sets out the goals and objectives for the next 3 years; goals and objectives that we all need to work together to achieve and maintain the excellent standards evident across all our services. We recognise too how integral marketing is to our work and wherever possible we will consider what additional resources are required to support our efforts. As a growing organisation it is vital that we share our stories and narratives with our growing networks of supporters, and we'll do this through the most appropriate channels available to us.

HS4L 2021-2022 budget forecast indicated a significantly reduced surplus for the operating period primarily due to the development of our new social enterprises and particularly the Café alongside a continued historic deficit position for our Day-services. Combined with the necessary post-pandemic rebuild and recovery period, a cautious approach towards service development may be advisable.

However, HS4L will be looking towards achieving the goals outlined below within in the 3 year period and will consider opportunities for further development should they present.

Goal	Rationale	Impact
1. Development of our housing options and maintaining quality provision	<p>There is a strong business case for providing supported living opportunities in the area – (see SSH Business Case).</p> <p>Further asset management and planning will assist with the decision-making process in respect of our current residential care.</p> <p>Lead – HMD/JM</p>	<p>Future proof, homes for life.</p> <p>Accessible and adapted living spaces for our service users.</p> <p>Improved life outcomes, quality of life, community inclusion and participation.</p>
2. Community engagement for day-services future provision	<p>Finding out what's working and what's not working is a vital part of co-producing future services. The LA are also reviewing the day-care approved provider list and re-defining the offer. TNL grant. Lead - HMD/JO</p>	<p>Engage22 - a National Lottery funded project aims to build links in the local LD and autism communities to find out 'what good looks like' and co-produce or co-design services to meet any unmet needs if appropriate. Inclusion North are managing the project having developed a steering group which aims to bring the project together over a 12 -18 month timeframe.</p>
3. Maximise enterprise and employment income	<p>With 2 new social enterprises recently started and our employment services being relatively new we need to invest time and resources into the commercial aspects of the enterprises and our broader offer so that we're financially robust and able to offer more opportunities to young people via our education and employment pathways.</p> <p>Potential for further enterprises to be explored if/when opportunities arise.</p> <p>Develop employer base for supported Internships.</p> <p>Lead – CM/CC/TH</p>	<p>Increased sales within chocolate factory and café which will lead to more opportunities for training and employment for our service users – ultimately allowing us to offer more work based placements and broader educational programmes to prospective students. Potential new enterprise opportunities will be thoroughly assessed in line with current business goals for example, taking over the canteen at Ilke Homes, Flaxby and setting up micro-enterprises for those interested in self-employment.</p>
4. Diversify board and develop user-led advisory group	<p>Recent research recommends charities do more to promote diversity on their boards and encourage applications from women, young people, people from ethnic minorities and socially diverse backgrounds.</p> <p>HS4L also recognises the need to support service users to have their say on operations by being involved throughout the charity including on the board.</p> <p>Lead – HMD/Chair/Board</p>	<p>We have been actively seeking new trustees and have a group of 5 diverse individuals wanting to join the board. Ideally from our Engage 22 project we'll be able to establish a user-led group that will advise our board about changes required to meet our aspirations and develop our skills with a view towards full board involvement.</p>

Performance against goals

Goal	How did we do?	Comments
Improve our residential care home ratings from good to outstanding in at least one domain	Brackenley CQC – Good overall with Outstanding for Well-led. Briardene CQC – Good overall, both homes EI2 – Excellence In Care awards	CQC currently not inspecting homes unless there are concerns about the service so neither of our homes are going to be inspected this year.
Deliver an ESFA registered supported internship programme for 10 beneficiaries each year	Whilst not yet ESFA registered our Skills Bridge programmes have developed beyond our expectations	We'll decide whether or not ESFA registration is necessary for us as we become established as the supported internship provider of choice
Develop enterprises to increase employability for 10 beneficiaries each year	The Harrogate Chocolate Factory was launched in 2019 and continues to thrive as a social enterprise	Scaling-up capacity as we move production into the renovated basement
Provide supported employment opportunities for 10 beneficiaries each year	Our supported employment programmes have exceeded all targets and continue to grow	Developing links to more employers is an on-going need
Invest in another residential care home to ameliorate void risk should the opportunity arise	Not viable currently as we look more towards supported living accommodation	
Develop suitable accommodation for 5 beneficiaries in supported living	We started working with a developer in 2021 and have two potential sites in Harrogate	High priority for the coming business plan
Renovate day-centre basement for enterprise hub and improved accessibility	Despite many setbacks with this project we're about to move our chocolate production into the basement (March 22)	Delays have impacted on day-centre operations as they've been delivered at different venues.
Develop our 'love your heart' campaign to enable 50 beneficiaries yearly to access our gym	This was successfully completed, and we continue to develop opportunities for service users to access mainstream facilities	The pandemic disrupted our ability to deliver this programme. Health and wellbeing remains a priority.
Raise our organisational profile to aid increasing the number of beneficiaries accessing our day-services from 75 to 100 over three years	Having two enterprises has allowed us to promote all our activities via social media and increase our engagement significantly	Marketing and social media are key priorities for our 2022-2025 plans.
Develop robust impact measurement systems to evaluate and demonstrate our benefit	We developed our theory of change	Further work required to develop our impact measurement systems – especially as our provision develops into different areas such as education.

Foreword from the CEO

The start of the financial accounting period September 2022 ushered in a new Skills Bridge supported internship cohort as our education and employment programmes continue to expand.

Day-Centre service user numbers returned closer to pre-pandemic levels as anxiety reduced and confidence grew amongst our beneficiaries.

In the early stages of this financial reporting period, we were very much dealing with the challenges presented by the after-effects of the global pandemic. Stress and anxiety amongst staff and service users was a key factor at play and continues to be so. Compassionate leadership is a prerequisite in all our settings.

At both board and management levels, risk management continues to be a priority particularly as further, significant financial challenges lie ahead.

Despite the challenges presented by the pandemic HS4L managed to deliver core services and meet the majority of its objectives in doing so. Having a strong emphasis on our values of Care, Commitment, Courage, Competence and Communication and the behaviours that align to these has enabled managers and staff to remain resilient whilst also holding each other to account through the provision of authentic feedback. We are grateful to Cranfield Trust for their support in delivering training in flexible ways to help embed our organisational values.

Both care homes - Brackenley and Brairdene staff have been commended on their commitment to keeping our residents safe and well. To do so has required a level of care, compassion and courage not previously appreciated. The ingenuity and inventiveness of staff to continue providing home based activities that have undoubtedly helped our residents maintain their health and wellbeing has been noted and rewarded. Both home managers regularly went above and beyond their duties to keep their staff teams and residents safe and well.

After considerable time planning our second enterprise -The Harrogate Chocolate Factory Cafe, opened in July 2021 as restrictions were lifted. The opening of the cafe provided a welcome positive story and generated a large interest in the charities work as well as increasing the capacity for work-base experience for our students; the café continues to develop a loyal customer base and grow links to the local community.

With high levels of demand for all our services and continuing broad challenges for charities across the board, the term 'more for less' remains a constant and all-encompassing truth. I am nevertheless confident that we will continue to meet the needs of our beneficiaries and develop the necessary skills to do so with our values close to heart.

Trustees' Report

As Chair of the trustees, amidst all the change and continuing uncertainty I am relieved that we have been able to maintain a healthy financial picture and confident that we will continue to weather the storms ahead as we build back better and stronger.

In such unprecedented times trustees naturally focus on the organisations risk both in financial and human terms. HS4LC has very robust systems in place for risk management that are delegated to the Business Planning sub-group. The whole board participated in rigorous VUCA exercises in the autumn of 2021 and despite meetings being held virtually the board were confident in the ability of its governance to ameliorate any significant risks or concerns. The board confidence in the charity CEO's abilities to carry out his delegated duties being high.

Trustees considered the principle risks to HS4LC during this period of turbulence to be twofold: the human cost caused to staff and beneficiaries alike due to the unprecedented circumstances being experienced, and the financial risk also due to this uncertainty. It was evident that many charities facing the same issues were struggling and grappling with the same challenges; these were after all the most challenging and unprecedented times being experienced globally and in reality, there is only so much that can be done during periods of such flux.

The board are pleased to note that the compassionate leadership style that filters down through the organisation undoubtedly helped ensure staff wellbeing and was a key factor that assisted navigation through such turbulent waters. There is a need to focus energy and attention to mental health and wellbeing going forwards.

Trustees

Trustees are recruited by various means such as, by placing of an advert on a website designed for recruiting Trustees, through our own networks or via other social media platforms.

Trustees are selected due to their business experience and have generally held or continue to hold senior or executive level roles across a range of both public and private sector organisations. They are required to remain up to date with sector developments and undergo regular training in specific areas such as safeguarding and GDPR.

During the reporting period the number of trustees was 6 which is the minimum required as per our articles of memorandum. The board have engaged in a recruitment process as it is necessary to continue to add a broad level of experience and diversity to help the charity carry out its work and meet its aims.

Financial Review

We are pleased to report that there has been an increase in total charity funds this year from £1,347,302 in 2021 to £1,370,007 in 2022, despite the costs of depreciation and loan finance charges. Total funds includes £1,194,007 Unrestricted funds and £176,000 Restricted funds.

We continue to remain in a healthy financial position despite the current economic circumstances that see us facing additional overhead costs, particularly on energy and insurance costs.

2022 saw us consolidating and strengthening our financial reserves following several years of growth, diversification and investment in our revenue streams. We continue to explore new opportunities to diversify our operations whilst maintaining a strong capital base.

Thanks

Thank you this year to:

IGEN Trust

Forbes Charitable Foundation

Shears Foundation

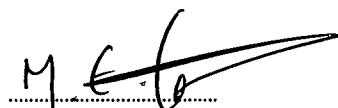
The National Lottery

HS4LC are most grateful to all our supporters, volunteers and benefactors who recognise the value of the work we do and we will continue to support our beneficiaries to lead healthy, happy and fulfilled lives by providing choices and opportunities that will lead to positive outcomes and personal well-being.

Disclosure of information to auditor

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

The annual report was approved by the trustees of the charity on 24th April 2023 and signed on its behalf by:



M Carter Trustee

Harrogate Skills 4 Living Centre

Statement of Trustees' Responsibilities

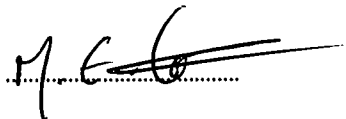
The trustees (who are also the directors of Harrogate Skills 4 Living Centre for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards 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 adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

Approved by the trustees of the charity on 24th April 2023 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'M Carter', written over a dotted line.

M Carter
Trustee

Harrogate Skills 4 Living Centre

Independent Auditor's Report to the Members of Harrogate Skills 4 Living Centre

Opinion

We have audited the financial statements of Harrogate Skills 4 Living Centre (the 'charity') for the year ended 31 August 2022, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2022 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The 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 other 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 conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Harrogate Skills 4 Living Centre

Independent Auditor's Report to the Members of Harrogate Skills 4 Living Centre

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report, which includes the Directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report included within the Trustees' Report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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 misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Harrogate Skills 4 Living Centre

Independent Auditor's Report to the Members of Harrogate Skills 4 Living Centre

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement principal ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with directors and other management, and from our commercial knowledge and experience of the charitable sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Companies Act 2006, taxation legislation and data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and
- understanding the design of the charity's remuneration policies.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, the company's legal advisors and any other relevant regulator or body.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Harrogate Skills 4 Living Centre

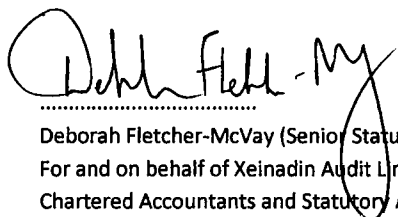
Independent Auditor's Report to the Members of Harrogate Skills 4 Living Centre

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

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.



Deborah Fletcher-McVay (Senior Statutory Auditor)
For and on behalf of Xeinadin Audit Limited
Chartered Accountants and Statutory Auditor

1 City Road East
Manchester
M15 4PN

Date: 28/04/2023

Harrogate Skills 4 Living Centre

Statement of Financial Activities for the Year Ended 31 August 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds	Restricted Income Funds	Total 2022
		£	£	£
Income and Endowments from:				
Donations and legacies	3	6,404	0	6,404
Charitable activities	4	2,005,021	106,261	2,111,282
Total Income		<u>2,011,425</u>	<u>106,261</u>	<u>2,117,686</u>
Expenditure on:				
Charitable activities	5	(1,984,720)	(110,261)	(2,094,981)
Other expenditure		-	-	-
Total Expenditure		<u>(1,984,720)</u>	<u>(110,261)</u>	<u>(2,094,981)</u>
Net Income/(expenditure)		<u>26,705</u>	<u>(4,000)</u>	<u>22,705</u>
Transfers between funds	16	-	-	-
Net movement in funds		26,705	(4,000)	22,705
Reconciliation of funds				
Total funds brought forward		<u>1,167,302</u>	<u>180,000</u>	<u>1,347,302</u>
Total funds carried forward	16	<u>1,194,007</u>	<u>176,000</u>	<u>1,370,007</u>

	Note	Unrestricted funds	Restricted Income Funds	Total 2021
		£	£	£
Income and Endowments from:				
Donations and legacies	3	28,655	-	28,655
Charitable activities	4	1,803,708	154,576	1,958,284
Total Income		<u>1,832,363</u>	<u>154,576</u>	<u>1,986,939</u>
Expenditure on:				
Charitable activities	5	(1,644,128)	(175,936)	(1,820,064)
Other expenditure		-	-	-
Total Expenditure		<u>(1,644,128)</u>	<u>(175,936)</u>	<u>(1,820,064)</u>
Net income/(expenditure)		<u>188,235</u>	<u>(21,360)</u>	<u>166,875</u>
Transfers between funds	16	109,932	(109,932)	-
Net movement in funds		298,167	(131,292)	166,875
Reconciliation of funds				
Total funds brought forward		<u>869,135</u>	<u>311,292</u>	<u>1,180,427</u>
Total funds carried forward	16	<u>1,167,302</u>	<u>180,000</u>	<u>1,347,302</u>

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

The funds breakdown for 2022 is shown in note 16.

Harrogate Skills 4 Living Centre
(Registration number: 07219977)
Balance Sheet as at 31 August 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	10	124,991	145,822
Tangible assets	11	1,563,508	1,500,109
		<u>1,688,498</u>	<u>1,645,931</u>
Current assets			
Debtors	12	35,408	48,144
Cash at bank and in hand		486,126	525,713
		<u>521,534</u>	<u>573,857</u>
Creditors: Amounts falling due within one year	13	<u>(241,382)</u>	<u>(249,043)</u>
Net current assets/(liabilities)		<u>280,152</u>	<u>324,814</u>
Total assets less current liabilities		1,968,650	1,970,745
Creditors: Amounts falling due after more than one year	14	(598,643)	(623,443)
Net assets		<u>1,370,007</u>	<u>1,347,302</u>
Funds of the charity:			
Restricted income funds		176,000	180,000
Unrestricted funds		1,194,007	1,167,302
Total funds	16	<u>1,370,007</u>	<u>1,347,302</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

The financial statements on pages 16 to 31 were approved by the trustees, and authorised for issue on 24th April 2023 and signed on their behalf by:



M Carter
Trustee

Harrogate Skills 4 Living Centre

Statement of Cash Flows for the Year Ended 31 August 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net income/(expenditure)		22,705	166,875
Adjustments to cash flows from non-cash items			
Depreciation	5	73,243	62,306
Amortisation	5	20,832	20,832
		<u>116,780</u>	<u>250,013</u>
Working capital adjustments			
Decrease/(increase) in debtors	12	12,736	(4,133)
(Decrease)/increase in creditors	13	(2,012)	3,156
Net cash flows from operating activities		<u>127,504</u>	<u>249,036</u>
Cash flows from investing activities			
Purchase of tangible fixed assets	11	(136,640)	(227,359)
Sale of tangible fixed assets		-	-
Net cash flows from investing activities		<u>(136,640)</u>	<u>(227,359)</u>
Cash flows from financing activities			
Decrease in loans and borrowings	13	(30,449)	(32,245)
Net increase in cash and cash equivalents		(39,585)	(10,568)
Cash and cash equivalents at 1 September		525,713	536,281
Cash and cash equivalents at 31 August		<u>486,128</u>	<u>525,713</u>
Reconciliation of net cash flow to movement in net funds			
(Decrease)/Increase in cash		(39,586)	(10,568)
Cash outflow from repayment of loans		30,449	32,245
Change in net (debt)/funds resulting from cash flows		(9,137)	21,677
Net debt at 1 September 2021		(129,552)	(151,229)
Net debt at 31 August 2022	18	<u>(138,689)</u>	<u>(129,552)</u>

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

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

1 Charity status

The charity is a charitable company, incorporated in England and Wales, limited by guarantee and consequently does not have share capital.

The address of its registered office is:

9 North Park Road

Harrogate

North Yorkshire

HG1 5PD

Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The accounts are presented in Sterling (GBP).

2 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) (effective 1 January 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

Harrogate Skills 4 Living Centre 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.

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. Income derived from the provision of goods and services is shown net of VAT.

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants received are declared as income in the period of receipt, unless they relate specifically to a purpose in a later period.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

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

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 £100.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

Amortisation

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

Asset class	Amortisation method and rate
Goodwill	14 years straight line

Depreciation

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

Asset class	Depreciation method and rate
Freehold Building	2% Straight line
Leasehold Improvements	7.5% Straight line
Fixtures and fittings	20% Reducing balance
Office Equipment	20% Reducing balance
Plant and machinery	20% Reducing balance

Trade debtors

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

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

Cash and cash equivalents

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

Trade creditors

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

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

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's 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.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which 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 in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt Instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

- (a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.
- (b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt
- (c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).
- (d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

Debt instruments (continued)

- (e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.
- (f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

3 Income from donations and legacies

	Unrestricted funds		Total	Total
	General	Restricted funds	2022	2021
	£	£	£	£
Donations and legacies;				
CJRS Grant	96	-	96	17,456
Donations from individuals and other organisations	6,308	-	6,308	11,199
	<u>6,404</u>	<u>-</u>	<u>6,404</u>	<u>28,655</u>

There are no unfulfilled conditions or contingencies attached to these donations.

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

4 Income from charitable activities

	Unrestricted funds			Total	Total
	General	Other income	Restricted funds	2022	2021
	£	£	£	£	£
Charitable income;					
Sales of goods and services	-	-	-	-	-
Daycentre income	370,066	-	-	370,066	252,321
Carehome income	1,535,676	-	-	1,535,676	1,491,619
Chocolatiere income	28,037	-	-	28,037	17,887
Café income	46,609	-	-	46,609	9,905
Sundry Income	12,861	-	-	12,861	12,509
Access to Work	11,772	-	-	11,772	19,468
Infection control grant	-	-	12,743	12,743	55,606
Daycentre grants	-	-	14,400	14,400	27,603
iGen Trust	-	-	33,867	33,867	33,867
Forbes Charitable Trust	-	-	19,500	19,500	37,500
Workforce development fund	-	-	25,751	25,751	-
	<u>2,005,021</u>	<u>-</u>	<u>106,261</u>	<u>2,111,282</u>	<u>1,958,284</u>

Included in Restricted Funds income are grants of £84,118 (2021 - £98,970) awarded for the purpose of supported employment, £9,400 (2021 - £0) for management costs and £12,743 (2021 - £55,606) for the purpose of infection control.

5 Expenditure on charitable activities

	Activity undertaken directly	Activity support costs	Direct costs (restricted)	Total	Total
	£	£	£	2022	2021
	£	£	£	£	£
Consumable resources	131,145	-	-	131,145	2,612
Wages and salaries	941,443	392,058	96,861	1,430,362	1,278,762
Rent and rates	48,000	181,250	-	229,250	206,089
Office expenses	-	171,141	9,400	180,541	148,963
Depreciation, amortisation and other similar costs	-	90,072	4,000	94,072	83,138
Care Home Supplies	-	-	-	-	70,252
Residents Activities	-	-	-	-	6,304
Loan interest	-	22,698	-	22,698	18,944
	<u>1,120,588</u>	<u>857,219</u>	<u>110,261</u>	<u>2,088,068</u>	<u>1,815,064</u>

In addition to the expenditure analysed above, there are also governance costs of £6,520 (2021 - £5,000) which relate directly to charitable activities. See note 6 for further details.

iGen grant funded two additional employees with salaries of £17,662 and £16,205. A further additional employee salary of £19,500 was funded by the Forbes Charitable trust income. £43,494 of other wages and staffing costs were funded by the remaining restricted grant income.

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

6 Analysis of governance and support costs

Governance costs

	Total	Total
	2022	2021
	£	£
Auditors Fees	6,520	5,000
	<u>6,520</u>	<u>5,000</u>

7 Trustees remuneration and expenses

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

Miss JC Oliver

Miss JC Oliver received remuneration of £25,883 (2021 - £26,169) during the year.

Miss JC Oliver resigned 1 October 2022.

Pension contributions of £1,991 (2021 - £2,150) were made on behalf of Miss Oliver during the year.

Miss Oliver was an employee of the charity, the Day Centre manager, and her payments were made in accordance with the governing document of the charity.

There were no trustee expenses incurred in the year.

8 Staff costs

The aggregate payroll costs were as follows:

	2022	2021
	£	£
Staff costs during the year were:		
Wages and salaries	1,308,002	1,176,750
Social security costs	94,966	75,998
Pension costs	27,394	26,014
	<u>1,430,362</u>	<u>1,278,762</u>

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

	2022	2021
	No	No
Employees	<u>73</u>	<u>64</u>

73 (2021 - 64) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £27,140 (2021 - £25,894).

Pension contributions of £1,820 (2021 - £2,300) were paid on behalf of Key Management Personnel during the year.

One employee (Key Management Personnel) received emoluments of more than £60,000 during the year.

The total employee benefits of the key management personnel of the charity were £62,493 (2021 - £56,961).

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

9 Taxation

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

10 Intangible fixed assets

	Goodwill £	Total £
Cost		
At 1 September 2021	291,645	291,645
Additions		
At 31 August 2022	<u>291,645</u>	<u>291,645</u>
Amortisation		
At 1 September 2021	145,822	145,822
Charge for the year	<u>20,832</u>	<u>20,832</u>
At 31 August 2022	<u>166,654</u>	<u>166,654</u>
Net book value		
At 31 August 2022	<u>124,991</u>	<u>124,991</u>
At 31 August 2021	<u>145,823</u>	<u>145,823</u>

Goodwill arises on the purchase of Brackenley care home. It is a leased business. The assets and contracts were purchased.

11 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 September 2021	1,554,724	250,801	1,805,525
Additions	111,657	24,984	136,640
Disposals	-	-	-
At 31 August 2022	<u>1,666,380</u>	<u>275,785</u>	<u>1,942,165</u>
Depreciation			
At 1 September 2021	154,831	150,585	305,415
Charge for the year	43,134	30,108	73,242
Eliminated on disposals	-	-	-
At 31 August 2022	<u>197,965</u>	<u>180,692</u>	<u>378,657</u>
Net book value			
At 31 August 2022	<u>1,468,415</u>	<u>95,092</u>	<u>1,563,508</u>
At 31 August 2021	<u>1,399,893</u>	<u>100,216</u>	<u>1,500,109</u>

Included within the net book value of land and buildings above is £1,318,852 (2021 - £1,241,145) in respect of freehold land and buildings and £149,563 (2021 - £158,748) in respect of leaseholds.

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

12 Debtors

	2022	2021
	£	£
Trade debtors	12,686	17,277
Prepayments and accrued income	20,723	28,827
Other debtors	1,999	2,040
	<u>35,408</u>	<u>48,144</u>

13 Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans	26,173	31,822
Trade creditors	28,789	47,574
Other taxation and social security	34,176	30,366
Other creditors	41,713	48,076
Accruals and deferred income	110,531	91,205
	<u>241,382</u>	<u>249,043</u>

Creditors due within one year includes the following liabilities, on which security has been given by the charity:

	2022	2021
	£	£
Charity Bank	<u>26,173</u>	<u>31,822</u>

The loan is secured by fixed charge on the buildings on East Parade and North Park Road, and a floating charge over all other assets.

	2021
	£
Deferred income at 1 September 2021	88,510
Resources deferred in the period	90,781
Amounts released from previous periods	(88,510)
Deferred income at 31 August 2022	<u>90,781</u>

There was no grant income received during the year that relates to the following period

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

14 Creditors: amounts falling due after one year

	2022	2021
	£	£
Bank loans	<u>598,643</u>	<u>623,443</u>

Creditors amounts falling due after more than one year includes the following liabilities, on which security has been given by the charity:

	2022	2021
	£	£
Charity Bank	<u>598,643</u>	<u>623,443</u>

The loan is secured by fixed charge on the buildings on East Parade and North Park Road, and a floating charge over all other assets.

Included in the creditors are the following amounts due after more than five years:

Included within long term creditors is a loan from Charity Bank of £624,815 repayable by 184 monthly installments of £5,197.70

Interest is charged at a rate of 3% above Bank of England Base Rate

The amount payable after five years is £479,235 (2021 - £485,564)

15 Lease Commitments

Non-cancellable operating leases under 1 year

	2022	2021
	£	£
Brackenley	48,000	48,000
Café	<u>22,450</u>	<u>17,500</u>
	<u>70,450</u>	<u>65,500</u>

Non-cancellable operating leases between 1 and 5 years

	2022	2021
	£	£
Brackenley	192,000	192,000
Café	<u>89,800</u>	<u>70,000</u>
	<u>281,800</u>	<u>262,000</u>

Non-cancellable operating leases over 5 years

	2022	2021
	£	£
Brackenley	96,000	144,000
Café	<u>89,800</u>	<u>70,000</u>
	<u>185,800</u>	<u>214,000</u>

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

16 Funds

	Balance at 1 September 2021	Incoming resources	Resources expended	Transfers	Balance at 31 August 2022
	£	£	£	£	£
Unrestricted funds					
General	1,167,302	2,011,425	(1,984,720)	-	1,194,007
Total unrestricted funds	1,167,302	2,011,425	(1,984,720)	-	1,194,007
Restricted funds					
Infection Control	-	12,743	(12,743)	-	-
Forbes Charitable Trust	-	19,500	(19,500)	-	-
iGen Trust	-	33,867	(33,867)	-	-
Power to Change Grant	180,000	-	(4,000)	-	176,000
SEIF	-	-	-	-	-
Workforce Development	-	25,751	(25,751)	-	-
Other Grants	-	14,400	(14,400)	-	-
Total restricted funds	180,000	106,261	(110,261)	-	176,000
Total funds	1,347,302	2,117,686	(2,094,981)	-	1,370,007

	Balance at 1 September 2020	Incoming resources	Resources expended	Transfers	Balance at 31 August 2021
	£	£	£	£	£
Unrestricted funds					
General	869,135	1,832,363	(1,644,128)	109,932	1,167,302
Total unrestricted funds	869,135	1,832,363	(1,644,128)	109,932	1,167,302
Restricted funds					
Infection Control	-	55,607	(55,607)	-	-
Forbes Charitable Trust	56,783	37,500	(50,621)	(43,662)	-
iGen Trust	-	33,867	(33,867)	-	-
Power to Change Grant	188,239	-	(8,239)	-	180,000
SEIF	38,993	-	-	(38,993)	-
Other Grants	27,277	27,602	(27,602)	(27,277)	-
Total restricted funds	311,292	154,576	(175,936)	(109,932)	180,000
Total funds	1,180,427	1,986,939	(1,820,064)	-	1,347,302

Power to Change Grant was received in December 2016 to support the purchase of Briardene Carehome

The donation is depreciated at 2% straight line

The Infection Control funds were received to support controlling infection in carehomes and resources were fully expended in the year

Grants from Forbes Charitable Trust, iGen Trust and other grants were all received to support people in work and resources were fully expended in the year

Harrogate Skills 4 Living Centre

Notes to the Financial Statements for the Year Ended 31 August 2022

17 Analysis of net assets between funds

	Unrestricted funds 2022	Restricted funds 2022	Total funds 2022
	£	£	£
Intangible fixed assets	124,991	-	124,991
Tangible fixed assets	1,387,508	176,000	1,563,508
Current assets	521,534	-	521,534
Current liabilities	(241,382)	-	(241,382)
Creditors over 1 year	(598,643)	-	(598,643)
Total net assets	<u>1,194,007</u>	<u>176,000</u>	<u>1,370,007</u>

	Unrestricted funds 2021	Restricted funds 2021	Total funds 2021
	£	£	£
Intangible fixed assets	145,822	-	145,822
Tangible fixed assets	1,320,109	180,000	1,500,109
Current assets	573,857	-	573,857
Current liabilities	(249,043)	-	(249,043)
Creditors over 1 year	(623,443)	-	(623,443)
Total net assets	<u>1,167,302</u>	<u>180,000</u>	<u>1,347,302</u>

18 Analysis of net funds

	Balance at 1 September 2021	Cash flow	Balance at 31 August 2022
	£	£	£
Cash at bank and in hand	525,713	(39,587)	486,126
Debt due within one year	(31,822)	5,649	(26,173)
Debt due after more than one year	(623,443)	24,800	(598,643)
Net debt	<u>(129,552)</u>	<u>(9,138)</u>	<u>(138,690)</u>

	Balance at 1 September 2020	Cash flow	Balance at 31 August 2021
	£	£	£
Cash at bank and in hand	536,281	(10,568)	525,713
Debt due within one year	(30,832)	(990)	(31,822)
Debt due after more than one year	(656,678)	33,235	(623,443)
Net debt	<u>(151,229)</u>	<u>21,677</u>	<u>(129,552)</u>

19 Capital Commitments

There were no unfulfilled capital commitments

20 Related party transactions

There were no related party transactions in the year (2021 - none)