

EMMAUS LEICESTERSHIRE AND RUTLAND

England & Wales · Charity number 1146326

Details

Status Registered

Legal form Charitable company

Company number [07871687](#)

Registered 2012-03-09

Register [View on the Charity Commission register](#)

Contact

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Activities

Objects: THE CHARITY'S OBJECTS ARE SPECIFICALLY RESTRICTED TO THE ALLEVIATION AND RELIEF OF POVERTY, HARDSHIP AND DISTRESS ARISING THEREFROM, IN CONFORMANCE WITH THE PRINCIPLES OF THE EMMAUS MOVEMENT AS PUBLISHED FROM TIME TO TIME BY EMMAUS UK, TO THOSE IN NEED WITHOUT DISTINCTION BY: 3.1 THE PROVISION OF ACCOMMODATION, OR ASSISTANCE IN SUCH PROVISION, FOR HOMELESS PEOPLE IN THE [] AREA AND SUCH OTHER PLACES AS MAY SEEM APPROPRIATE FROM TIME TO TIME (THE BENEFICIARIES). 3.2 THE REHABILITATION OF THE BENEFICIARIES AS APPROPRIATE AND THE PROVISION OF EDUCATION, TRAINING (INCLUDING, WITHOUT LIMITATION, EMPLOYMENT TRAINING) AND WORK OPPORTUNITIES AND 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. 3.3 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. 3.4 THE FULFILLING OF SUCH OTHER PURPOSES AS MAY FROM TIME TO TIME BE RECOGNISED BY ENGLISH LAW AS BEING CHARITABLE AND WHICH THE CHARITY SHALL FROM TIME TO TIME DETERMINE.

Activities: Homelessness in the UK There are more than 300,000 people in Britain who are destitute, with no proper home, or the means of acquiring one. Emmaus Communities offer more than food and shelter and provides a lasting solution that restores self-esteem and confidence. Emmaus provides home and work for the formerly homeless.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Advocacy/advice/information
- **What:** Education/training, The Prevention Or Relief Of Poverty, Accommodation/housing
- **Who:** Other Defined Groups

Geography

- Leicestershire
- Rutland

Finances

Period end	Income	Expenditure	Assets	Employees
2025-06-30	£454,443	£557,561	-	-
2024-06-30	£502,120	£561,274	£523,356	7
2023-06-30	£439,230	£469,370	-	-
2022-06-30	£574,923	£604,425	£612,650	7
2021-06-30	£866,641	£588,584	£642,152	9

Trustees

Name	Role	Appointed
Andrew John Dunn		2025-01-08
Anthony John Brown		2022-04-21
Ashley Jayne Latham-Ross		2026-02-10
JOHN HUMPSTON		2026-02-03
Michael Patrick Thomas - Benton		2026-03-24
Nichola Jayne Gascoigne		2024-08-13

EMMAUS LEICESTERSHIRE AND RUTLAND

England & Wales - Charity number 1146326

Accounts

Charity registration number 1146326 (England and Wales)

Company registration number 07871687

EMMAUS LEICESTERSHIRE AND RUTLAND
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

EMMAUS LEICESTERSHIRE AND RUTLAND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Emmaus UK Anthony Brown Nichola Gascoigne Andrew Dunn John Humpston Ashley Latham-Ross	(Appointed 13 August 2024) (Appointed 8 January 2026) (Appointed 3 February 2026) (Appointed 10 February 2026)
Senior Management	Dawn Wright	
Charity number (England and Wales)	1146326	
Company number	07871687	
Principal address	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Registered office	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Independent examiner	Thomas Mayfield BA FCA Mayfield & Co (Accountants) Ltd 2 Merus Court Meridian Business Park Leicester LE19 1RJ	
Bankers	Lloyds TSB Bank 54-56 Chestnut Drive Oadby Leicester LE2 5JG	
Solicitors	Headleys Solicitors 15 Station Road Hinckley Leicestershire LE10 1AW	

EMMAUS LEICESTERSHIRE AND RUTLAND

CONTENTS

	Page
Trustees report	1 - 7
Independent examiner's report	8
Statement of financial activities	9
Balance sheet	10
Statement of cash flows	11
Notes to the financial statements	12 - 24

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2025

The trustees present their annual report and financial statements for the year ended 30 June 2025.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019)

Objectives and activities

Policies and objectives; In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit and in particular to its supplementary public benefit guidance.

The objects of the charity are, without distinction, the alleviation of homelessness and relief of poverty, hardship and the distress they cause to those in need. In addition to its work locally, Emmaus Leicestershire and Rutland is a member of both Emmaus Europe and Emmaus International and contributes to the work of these organisations materially to establish and maintain Emmaus communities throughout the rest of the World.

Strategies for achieving objectives

Emmaus Leicestershire & Rutland provides a home, work, education and training for previously homeless or vulnerable people in and around Leicestershire and Rutland. It also welcomes people who are interested in the way of life and opportunities offered by being an Emmaus Companion.

Emmaus Leicestershire & Rutland Companions each have a room of their own and work together collecting, refurbishing and selling donated goods. They have the opportunity to gain new skills and regain their self-respect while working to support other people in greater need.

Emmaus Leicestershire and Rutland also helps local disadvantaged people to set up home at a reasonable cost, working closely together with Social Services, other charities, local churches and other voluntary organisations. Emmaus International's work has been supported by donations following Solidarity Sales.

We would like to thank everyone who supports our work, the generous people who donate items to us for sale in our shops together with those who come and buy them, the members of the public, churches and groups who continue to donate money to us and support our activities practically by working with us. We would also like to thank those people who have come forward to volunteer in our Community; by so doing they support and encourage companions with their knowledge and experience.

A key feature of the work we do consists of solidarity between ourselves and the community and building on the work we do with our companions. We look to work with vulnerable people and those members of society who may have hit hard times, and look to bring structure to their lives, provide them with responsibility and hope to see a rise in their self-esteem as a consequence of the opportunities they are provided with.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

Public benefit statement

Emmaus activities are all designed to meet the needs of vulnerable people who may have hit on hard times. The charity's objects are to help with the relief of poverty, hardship and distress arising to those in need without distinction. Our activities are in conformance with the principles of the Emmaus movement as published from time to time by Emmaus UK.

We seek to provide accommodation or assistance in such provision, for homeless people in the area and such other places as may seem appropriate from time to time (the beneficiaries). We seek to provide the rehabilitation of the beneficiaries as appropriate and the provision of education, training (including, without limitation, employment training) and work opportunities and 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.

We believe we have achieved our charitable objectives and therefore provided a public benefit. We have capacity to house sixteen companions in accommodation and they are receiving the relevant support and training that they require, whilst having the opportunity to work and contribute to the future success of the charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

This report covers the year since the previous Annual General Meeting in December 2024, sets out activities and changes within the organisation for that period and includes the accounts for the reporting period of 1 July 2024 to 30 June 2025.

Review of activities

The Charity has been constantly active with the whole team working together to strengthen the role the charity plays in supporting homelessness and exploring opportunities for improving operations. The staff, trustees, companions and volunteers have all contributed to the Charity's performance this year, working as a cohesive team to ensure that the key priorities were achieved.

The Community has remained comparatively stable this year, with a relatively low turnover of companions. Most of our companions have been with Emmaus Leicestershire and Rutland for several years and work within our social enterprise ensuring we maintain a constant flow of donated items which, when sold creates revenue which supports the financial needs of the Charity. We have capacity for 16 companions in our accommodate at Elm Lea, and this comes with some challenges. However, our support team are well versed in managing incoming referrals, they have the skills, knowledge and experience that makes sure we are the most appropriate support for the individual, which safeguards the individual as well as the wider community.

In addition, we aim to diversify the group to reflect the range of homeless people for whom the Emmaus offer may be suitable.

The awareness of Emmaus Leicestershire and Rutland continues to grow and widen through relationships with local authorities and other agencies. These relationships remain positive and are growing, with additional communications around topics such as the Supported Housing Act where strategic partnerships are of increasing importance.

We have developed a number of relationships with commercial organisations who have contributed to our efforts this year. In particular, teams from the Coventry Building Society have made practical contributions which have supported the charity's endeavours to deal with issues surrounding homelessness and we are most grateful for this type of ongoing support and the associated awareness.

Review of Social Enterprise

Our Social Enterprise continues to succeed in a challenging environment echoed across the whole of the charity sector, supported by the key attributes of the town centre location, ease of parking, wide variety, quality and regular updating of goods on sale.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

Recognising that physical footfall should not be taken for granted, a new eBay shop was created this year to grow and widen the Charity's online presence and has proved an instant hit with increasing revenues month-on-month bringing the offer of goods on sale directly into the homes and mobile devices of potential customers within a wider audience.

Review of properties

We continue to lease the Companion accommodation property Elm Lea in Hinckley while retaining ownership of The Emporium building on Stockwell Head in the town.

The current lease on Elm Lea entered its final year in September 2025 and we have options to extend beyond that.

Considerations for the redevelopment of Stockwell Head continue to be under review following the high quotes received last year for building new, purpose made facilities, and several alternative options have been explored this year. We continue to have discussions with planners and developers who are supporting with ideas and suggestions on how we could utilise the existing properties to best advantage through a wider range of options which would ensure the best solution for Emmaus Leicestershire and Rutland.

Both of these properties draw on the resources needed for maintaining them due to their age and condition and we continue to raise funds for investment to maintain and future-proof the fabric of the buildings.

Review of the board of Trustees

We have experienced changes within the make-up of the board of trustees both during this year and after the end of the reported accounting period. We continue to seek trustees to provide a balance of skills including a commercially focussed approach to activities whilst maintaining the key focus of what the charity stands for.

It is anticipated that upcoming changes to legislation such as the Supported Housing Act will only strengthen the way in which the Charity utilises its spectrum of human resources to meet expectations in the coming year.

Financial review

The charity continues to operate in challenging conditions, with significant pressure on both income generation and costs. All areas of income remain under strain, and the cost of almost everything we purchase or provide has risen during the year.

Our charity was originally established with generous initial funding from the Pera Foundation, which supported our early development. The remaining balance of that fund has now been designated to help us support our continued journey toward long-term sustainability.

We continue to face uncertainty around the recovery of funds owed to us from our participation in the Brighter Futures Project, which ended in March 2022. A total of £93,636 remains outstanding for costs we incurred during the project, and these funds are still being retained by the lead partner, Business 2 Business (B2B) Limited. The Trustees have recently approved the use of external legal advisers to help bring this matter to a resolution. In line with good accounting practice, this income has not been recognised in our 2025 accounts, nor has a provision been made, as there remains uncertainty about both the process and timing of payment.

Our Strategic Plan focuses on addressing funding gaps by increasing income from our shops and strengthening our fundraising activities. We are also fortunate to receive ongoing support from individual donors, charitable trusts, and other member groups within the wider Emmaus family.

During the year, we recorded total income of £454,443 and total expenditure of £557,561, resulting in a deficit of £103,118 (2024: deficit of £59,154). While a deficit is always disappointing it is reflective of the economic challenges faced during the year and the resilience shown by our community.

Despite financial pressures, we have remained steadfast in our mission to create a community where people who have experienced homelessness can find stability, support, and a sense of belonging. Through shared community life and meaningful work in our social enterprise, we continue to help individuals build skills, confidence, and dignity.

Our financial results reflect not only the difficult external environment but also the strength, compassion, and determination of our people. The Trustees are confident that, with continued commitment, careful management, and the support of our donors and partners, we will move towards a more sustainable future.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

Reserves policy

As a matter of policy, the Trustees regularly review the level of reserves required to be held in order that the charity can maintain its operations into the future. Our revenue and capital reserves are reviewed regularly throughout the year.

Our reserves policy is to have at least three months of normal expenditure in free (cash) reserves at any one time. Our expenses totalled £557,561 for the year which would require reserves of at least £139,390. Our total reserves at the year-end were £420,238. Our cash balance at the year-end was £177,554.

Our key financial risk going forward is from our plans to generate extra income each year from all our principal revenue generating areas. Costs in all areas are increasing, and our occupation of two ageing buildings means that maintenance costs will continue to increase until re-development takes place. As explained above there is also a risk that we do not receive the £93,636 funding due to us currently retained by the lead partner of the Brighter Futures project.

Principal Funding

Our work simply wouldn't be possible without the generosity of our supporters, funders, and partners. Every donation we receive helps us continue our mission of creating a supportive community for people who have experienced homelessness offering a safe place to live, opportunities to rebuild confidence, and the chance to develop skills and dignity through meaningful work within our social enterprise.

Over the past year, our principal sources of income have included grants from charitable foundations, contributions from local authorities, trading income from our social enterprise activities, and donations from individuals who believe in our mission. These funds have allowed us to provide accommodation, personalised support, and training opportunities to help residents move towards greater independence and stability.

However, rising costs and increased demand for our services mean that continued financial support is more vital than ever. To sustain our community and plan confidently for the future, we are seeking renewed and increased funding from donors who share our commitment to transforming lives.

Your support enables us to:

- Provide safe, stable housing for people rebuilding their lives.
- Offer training, employment, and volunteering opportunities through our social enterprises.
- Deliver one-to-one support that helps individuals regain confidence and independence.
- Maintain and improve our facilities to create a welcoming and dignified living environment.

Every contribution no matter the size makes a direct and lasting difference. With your help, we can continue to offer hope, opportunity, and belonging to those who need it most.

Together, we can ensure that our community remains a place where people can recover, grow, and thrive.

The results of the year's operations are set out in the attached financial statements. Please refer to our Statement of Financial Activities which can be found on page 8 and our Balance Sheet on page 9.

We received funding from donations and legacies, which includes grant funding, and totalled £35,290 during the year which is a decrease on 2024 (£56,436).

We received £134,990 from housing benefit (2024: £143,456) and raised £272,768 of funds through our shop sales and other activities (2024: £295,556)

Finally, we take this opportunity to thank all our donors for their much-needed contributions.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

Risk Management

The Trustees regularly review their strategic and operational risks, also reviewing on a regular basis policy and procedures with regard to minimising the risks which the charity, its employees, Companions, volunteers and customers might encounter. Health and safety and specific procedure notes exist for any areas of concern. Specific nominated personnel have overall responsibility for ensuring compliance. These cover, but not exclusively, workshops, misuse of drugs and alcohol, finance, manual handling, safeguarding and COSHH.

Plans for the future

Emmaus has continued to be primarily focussed on its community of Companions ensuring that they receive support, encouragement and opportunity in their lives. Support will be tailored to the specific needs of the Companion where some will seek opportunity elsewhere but others will seek to remain within the community for the long run. This primary focus is central to the reason for our being and must as such be the first thing we seek to achieve.

There are financial pressures on the Charity principally because we operate from old buildings in less than perfect condition. Quite often this year Trustees have had little or no choice but to approve significant expenditure in maintenance or repair items to enable continuity of operation. This places great emphasis on improving performance and our management team are organised to improve efficiency in all areas of operation. As stated previously our Social Enterprise is a perfect example of this approach delivering tangible improvement year on year but it must be anticipated that the degree of improvement is limited.

The project to consolidate all activity at Stockwell Head has been a substantial effort and investment this year. As reported earlier the costs associated with such a redevelopment programme are high and this has required some further work to establish the best way forward. Our lease at Elm lea expires in a relatively short period and as such the decision about how to move forward is becoming urgent.

Last year we reported on the formative discussions with Emmaus Coventry and Warwickshire about the possibility of merging our two organisations. Those discussions concluded at the end of 2023 without agreement and no further discussions are planned at the current time.

Life within Emmaus will always be challenging because of the nature of the challenges faced by increasing numbers of homelessness within our society, but we are confident that we continue to accept those challenges with enthusiasm and commitment and because our excellent management team continue to perform at an exceptional level in support of the Companions.

Structure, governance and management

Organisation

On the 5th December 2011 Emmaus Leicestershire and Rutland was incorporated under the Companies' Act 2006 as a private company limited by guarantee, registered number 07871687.

The company was granted charitable status on the 9th March 2012 under charity number 1146326.

Constitution

The charity is constituted under a Memorandum of Association dated 5th December 2011 and is a registered charity.

The Memorandum of Association has been amended in accordance with the wishes of Emmaus UK and a new constitution was agreed on 8th December 2014.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Emmaus UK	
Peter Savage	(Resigned 17 December 2024)
Simon Stacey	(Resigned 5 June 2025)
Emily Smith	(Resigned 17 December 2024)
Clive Pitt	(Resigned 17 December 2024)
Lindsay Orton	(Resigned 29 July 2025)
Anthony Brown	
Sarah Johnson	(Resigned 28 October 2025)
Jane Grice	(Resigned 16 December 2025)
Dr Heather Hollins	(Resigned 4 October 2024)
Nichola Gascoigne	(Appointed 13 August 2024)
Grace Coiley	(Appointed 18 February 2025 and resigned 16 December 2025)
Martin Russell Hughes	(Appointed 4 February 2025 and resigned 12 December 2025)
Zankhana Mohanlal	(Appointed 27 May 2025 and resigned 19 December 2025)
Andrew Dunn	(Appointed 8 January 2026)
John Humpston	(Appointed 3 February 2026)
Ashley Latham-Ross	(Appointed 10 February 2026)

Recruitment and appointment of trustees

It was generally felt that the Board would benefit not only from additional Trustees, to share the load, but also from a wider range of skill, expertise and diversity. We will continue to encourage people with appropriate skills, free time and a passion to support our work to apply to join us.

Method of appointment or election of Trustees

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

Trustee nominations usually come from other Trustees within the charity, its supporters and through advertising in the local media and county wide networks.

These nominations must be approved by existing Trustees, in accordance with the Articles of Association. When specific skills are required, approaches would be made to people with relevant expertise who are sympathetic to the ethos of the Charity. If necessary, a Trustee would be co-opted specifically to cover the required function, the current Trustees are those shown on page 1.

Policies adopted for the induction and training of Trustees

Each new Trustee is briefed about the Community and their legal and ethical responsibilities as Trustees. Any prospective Trustee needs to attend one board meeting to observe the requirements and responsibilities to be undertaken. Then when an individual is ready to join the board an induction pack is given to each new Trustee to support the briefing prior to their appointment. In addition, there is an opportunity to attend a full day induction session run by Emmaus UK.

Organisational structure and decision making

In order to work effectively towards the alleviation and relief of poverty in and around Leicestershire and Rutland, Trustees and the Leadership Team believe that the Companions are central to the existence of the organisation and this is reflected in the structure of the charity.

Each week a meeting of the whole community takes place in order to discuss and agree decisions which affect the community as a whole.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

Related party relationship

Emmaus Leicestershire and Rutland is member of the Federation of Emmaus in the UK and continues to work closely with Communities, Groups and staff in the Federation.

Independent Examiners

A resolution will be proposed at the Annual General Meeting that Thomas Mayfield of Mayfield and Co (Accountants) Ltd will be re-appointed as Independent Examiner to the charity for the ensuing year.

Trustees' liability

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

Disclosure of information

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

The trustees report was approved by the Board of Trustees.

Nichola Gascoigne

Nichola Gascoigne

Trustee

6 March 2026

EMMAUS LEICESTERSHIRE AND RUTLAND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF EMMAUS LEICESTERSHIRE AND RUTLAND

I report to the trustees on my examination of the financial statements of Emmaus Leicestershire and Rutland (the charity) for the year ended 30 June 2025.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law), you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006.

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000, the independent examiner must be a member of a body listed in section 145 of the Charities Act 2011. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the Companies Act 2006.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination; or
- 4 the financial statements 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 financial statements 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 financial statements to be reached.

Thomas Mayfield

Thomas Mayfield BA FCA

Mayfield & Co (Accountants) Ltd

2 Merus Court
Meridian Business Park
Leicester
LE19 1RJ

6 March 2026

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2025

	Notes	Unrestricted funds general 2025	Unrestricted funds designated 2025	Restricted funds 2025	Total 2025	Unrestricted funds general 2024	Unrestricted funds designated 2024	Restricted funds 2024	Total 2024
		£	£	£	£	£	£	£	£
Income and endowments from:									
Donations and legacies	3	19,517	-	15,773	35,290	25,486	-	30,950	56,436
Charitable activities	4	134,990	-	-	134,990	143,456	-	-	143,456
Other trading activities	5	272,768	-	-	272,768	295,556	-	-	295,556
Investments	6	5,774	-	-	5,774	4,327	-	-	4,327
Other income	7	5,621	-	-	5,621	2,345	-	-	2,345
Total income		438,670	-	15,773	454,443	471,170	-	30,950	502,120
Expenditure on:									
Charitable activities	8	525,983	-	31,578	557,561	536,189	-	25,085	561,274
Total expenditure		525,983	-	31,578	557,561	536,189	-	25,085	561,274
Net expenditure and movement in funds		(87,313)	-	(15,805)	(103,118)	(65,019)	-	5,865	(59,154)
Reconciliation of funds:									
Fund balances at 1 July 2024		224,859	188,545	109,952	523,356	289,878	188,545	104,087	582,510
Fund balances at 30 June 2025		137,546	188,545	94,147	420,238	224,859	188,545	109,952	523,356

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

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET

AS AT 30 JUNE 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	14		771,505		767,929
Current assets					
Debtors	15	54,121		58,680	
Cash at bank and in hand		177,554		298,066	
		<u>231,675</u>		<u>356,746</u>	
Creditors: amounts falling due within one year	17	<u>(38,563)</u>		<u>(44,798)</u>	
Net current assets			<u>193,112</u>		<u>311,948</u>
Total assets less current liabilities			<u>964,617</u>		<u>1,079,877</u>
Creditors: amounts falling due after more than one year	18		<u>(544,379)</u>		<u>(556,521)</u>
Net assets			<u><u>420,238</u></u>		<u><u>523,356</u></u>
The funds of the charity					
Restricted income funds	19		94,147		109,952
Unrestricted funds - general	21		137,546		224,859
Unrestricted funds - designated	20		188,545		188,545
			<u>420,238</u>		<u>523,356</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2025. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 6 March 2026

Anthony Brown

Anthony Brown
Trustee

Company registration number 07871687 (England and Wales)

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash absorbed by operations	26		(105,525)		(39,113)
Investing activities					
Purchase of tangible fixed assets		(10,799)		(8,000)	
Proceeds from disposal of tangible fixed assets		-		4,454	
Investment income received		5,774		4,327	
		<u>5,774</u>		<u>4,327</u>	
Net cash (used in)/generated from investing activities			(5,025)		781
Financing activities					
Repayment of bank loans		(9,962)		(8,721)	
		<u>(9,962)</u>		<u>(8,721)</u>	
Net cash used in financing activities			(9,962)		(8,721)
Net decrease in cash and cash equivalents			(120,512)		(47,053)
Cash and cash equivalents at beginning of year			298,066		345,119
			<u>298,066</u>		<u>345,119</u>
Cash and cash equivalents at end of year			<u>177,554</u>		<u>298,066</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

Charity information

Emmaus Leicestershire and Rutland is a private company limited by guarantee incorporated in England and Wales. The registered office is The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a statement of cash flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	4% straight line (building only)
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

1 Accounting policies (Continued)

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts	19,517	500	20,017	25,486	2,170	27,656
Grants	-	15,273	15,273	-	20,780	20,780
Donated goods and services	-	-	-	-	8,000	8,000
	<u>19,517</u>	<u>15,773</u>	<u>35,290</u>	<u>25,486</u>	<u>30,950</u>	<u>56,436</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

3 Income from donations and legacies

(Continued)

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts						
General donations	16,734	-	16,734	8,664	250	8,914
Gift Aid	2,783	-	2,783	5,600	-	5,600
Two Ways CIC	-	-	-	5,000	-	5,000
Vera Outhwaite	-	-	-	2,000	-	2,000
Florence Turner Trust	-	-	-	1,000	-	1,000
NFU Mutual	-	-	-	3,222	-	3,222
J Baker	-	-	-	-	1,000	1,000
Ragdale Hall	-	500	500	-	500	500
Cardent Van WRAP	-	-	-	-	420	420
	<u>19,517</u>	<u>500</u>	<u>20,017</u>	<u>25,486</u>	<u>2,170</u>	<u>27,656</u>
Grants						
Screwfix Foundation	-	1,883	1,883	-	-	-
The National Lottery (Awards for All)	-	-	-	-	10,000	10,000
Emmaus UK	-	759	759	-	1,630	1,630
Rural & Community Grant	-	381	381	-	-	-
HSBC	-	-	-	-	750	750
Tesco Groundworks	-	-	-	-	1,000	1,000
Henry Smith	-	8,000	8,000	-	6,000	6,000
Charity Link	-	-	-	-	400	400
Leeds Building Society	-	-	-	-	1,000	1,000
Help The Homeless	-	4,250	4,250	-	-	-
	<u>-</u>	<u>15,273</u>	<u>15,273</u>	<u>-</u>	<u>20,780</u>	<u>20,780</u>

4 Income from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Charitable activities		
Other income	<u>134,990</u>	<u>143,456</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

5 Income from other trading activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Shop income	272,768	295,556

6 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	5,774	4,327

7 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Other income	5,621	2,345

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

8 Charitable activities

	Unrestricted Charitable Expenditure 2025 £	Restricted Charitable Expenditure 2025 £	Total 2025 £	Total 2024 £
Staff costs	188,438	-	188,438	187,493
Depreciation and impairment	3,003	4,219	7,222	6,473
Staff training and expenses	1,311	-	1,311	3,818
Companion and fundraising expenses	55,500	8,602	64,102	66,304
Rent, rates and water	60,912	-	60,912	62,683
Light and heat	35,739	2,500	38,239	38,338
Repairs, maintenance and computer equipment	63,734	6,257	69,991	42,373
Legal and professional fees	5,633	-	5,633	15,007
Insurance	9,831	-	9,831	10,514
Sundry expenses	18,385	-	18,385	17,375
Telephone, internet and television	5,220	-	5,220	7,416
Printing, postage and stationery	1,763	-	1,763	3,094
Advertising	7,507	-	7,507	8,922
Motor and travel expenses	7,119	10,000	17,119	20,080
Other charitable expenditure	52,242	-	52,242	61,377
	<u>516,337</u>	<u>31,578</u>	<u>547,915</u>	<u>551,267</u>
Share of governance costs (see note 9)	9,646	-	9,646	10,007
	<u>525,983</u>	<u>31,578</u>	<u>557,561</u>	<u>561,274</u>
Analysis by fund				
Unrestricted funds - general	525,983	-	525,983	536,189
Restricted funds	-	31,578	31,578	25,085
	<u>525,983</u>	<u>31,578</u>	<u>557,561</u>	<u>561,274</u>
For the year ended 30 June 2024				
Unrestricted funds - general	536,189	-	536,189	536,189
Restricted funds	-	25,085	25,085	25,085
	<u>536,189</u>	<u>25,085</u>	<u>561,274</u>	<u>561,274</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

9 Support costs

	Support costs	Governance costs	2025	2024	Basis of allocation
	£	£	£	£	
Independent examiners fees	-	4,020	4,020	3,720	Governance
Accountancy fees	-	2,750	2,750	2,820	Governance
Bank charges	-	2,876	2,876	3,467	Governance
	<u>-</u>	<u>9,646</u>	<u>9,646</u>	<u>10,007</u>	
Analysed between Charitable activities	-	9,646	9,646	10,007	
	<u>-</u>	<u>9,646</u>	<u>9,646</u>	<u>10,007</u>	

Governance costs includes payments to the independent examiners of £4,020 (2024: £3,720) for examination fees.

10 Net movement in funds

	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the independent examination of the charity's financial statements	4,020	3,720
Depreciation of owned tangible fixed assets	7,222	6,473
	<u>11,242</u>	<u>10,193</u>

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but meeting costs totalling £nil (2024: £94) were reimbursed.

12 Employees

The average monthly number of employees during the year was:

	2025	2024
	Number	Number
General charitable activities	<u>7</u>	<u>7</u>
Employment costs	2025	2024
	£	£
Wages and salaries	<u>188,438</u>	<u>187,493</u>

There were no employees whose annual remuneration was more than £60,000.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

12 Employees (Continued)

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2025	2024
	£	£
Aggregate compensation	57,781	58,906

13 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

14 Tangible fixed assets

	Land and buildings	Motor vehicles	Total
	£	£	£
Cost			
At 1 July 2024	767,980	23,710	791,690
Additions	-	10,799	10,799
At 30 June 2025	767,980	34,509	802,489
Depreciation and impairment			
At 1 July 2024	8,158	15,604	23,762
Depreciation charged in the year	2,719	4,503	7,222
At 30 June 2025	10,877	20,107	30,984
Carrying amount			
At 30 June 2025	757,103	14,402	771,505
At 30 June 2024	759,823	8,106	767,929

15 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Trade debtors	1,384	4,194
Other debtors	20,000	20,500
Prepayments and accrued income	32,737	33,986
	54,121	58,680

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

16 Loans and overdrafts

	2025	2024
	£	£
Bank loans	555,969	565,932
Payable within one year	11,590	9,411
Payable after one year	544,379	556,521
Amounts included above which fall due after five years:		
Payable by instalments	490,545	502,687

The long-term loans are secured by fixed charges over the property The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

17 Creditors: amounts falling due within one year

	Notes	2025	2024
		£	£
Bank loans	16	11,590	9,411
Other taxation and social security		2,297	2,641
Trade creditors		3,907	8,181
Other creditors		13,427	13,689
Accruals and deferred income		7,342	10,876
		38,563	44,798

18 Creditors: amounts falling due after more than one year

	Notes	2025	2024
		£	£
Bank loans	16	544,379	556,521

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

19 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Movement in funds			Movement in funds			Balance at 30 June 2025
	Balance at 1 July 2023	Income	Expenditure	Balance at 1 July 2024	Income	Expenditure	
	£	£	£	£	£	£	£
The Van Fund	-	420	(420)	-	-	-	-
Building Better Opportunities (BBO)	(11,702)	-	-	(11,702)	-	-	(11,702)
The National Lottery (Awards for All)	-	10,000	-	10,000	-	(10,000)	-
Emmaus UK	95,200	-	(2,400)	92,800	-	(2,400)	90,400
Emmaus UK 2	-	1,630	(1,630)	-	759	(759)	-
Charity Link	-	400	-	400	-	(400)	-
Tesco Ground Work	-	1,000	-	1,000	-	(1,000)	-
Leicestershire County Council	7,625	-	(319)	7,306	-	(319)	6,987
Rural & Community Grant	-	-	-	-	381	(381)	-
The Bailey Will Trust - Companion training & progression	3,033	-	(1,348)	1,685	-	(1,685)	-
The Bailey Will Trust - Property Purchase	9,681	-	(9,681)	-	-	-	-
Screwfix foundation	-	-	-	-	1,883	-	1,883
Leeds Building Society	-	1,000	(24)	976	-	(976)	-
Ragdale Hall	-	500	(500)	-	500	(500)	-
Henry Smith	-	6,000	(5,763)	237	8,000	(7,158)	1,079
Rotary Club	250	250	(250)	250	-	(250)	-
HSBC Making a Difference	-	750	(750)	-	-	-	-
J Baker	-	1,000	-	1,000	-	-	1,000
Help the Homeless	-	-	-	-	4,250	(4,250)	-
Donated Van	-	8,000	(2,000)	6,000	-	(1,500)	4,500
	<u>104,087</u>	<u>30,950</u>	<u>(25,085)</u>	<u>109,952</u>	<u>15,773</u>	<u>(31,578)</u>	<u>94,147</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

19 Restricted funds (Continued)

20 Unrestricted funds - designated

These are unrestricted funds which are material to the charity's activities.

	At 1 July 2024	At 30 June 2025
	£	£
Designated funds	188,545	188,545
	<u> </u>	<u> </u>

Previous year:

	At 1 July 2023	At 30 June 2024
	£	£
Designated funds	188,545	188,545
	<u> </u>	<u> </u>

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 July 2024	Incoming resources	Resources expended	At 30 June 2025
	£	£	£	£
General funds	224,859	438,670	(525,983)	137,546
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Previous year:

	At 1 July 2023	Incoming resources	Resources expended	At 30 June 2024
	£	£	£	£
General funds	289,878	471,170	(536,189)	224,859
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

22 Analysis of net assets between funds

	Unrestricted funds general 2025 £	Unrestricted funds designated 2025 £	Restricted funds 2025 £	Total 2025 £
At 30 June 2025:				
Tangible assets	674,118	-	97,387	771,505
Current assets/(liabilities)	7,807	188,545	(3,240)	193,112
Long term liabilities	(544,379)	-	-	(544,379)
	<u>137,546</u>	<u>188,545</u>	<u>94,147</u>	<u>420,238</u>
	<u><u>137,546</u></u>	<u><u>188,545</u></u>	<u><u>94,147</u></u>	<u><u>420,238</u></u>
	Unrestricted funds general 2024 £	Unrestricted funds designated 2024 £	Restricted funds 2024 £	Total 2024 £
At 30 June 2024:				
Tangible assets	661,823	-	106,106	767,929
Current assets/(liabilities)	119,557	188,545	3,846	311,948
Long term liabilities	(556,521)	-	-	(556,521)
	<u>224,859</u>	<u>188,545</u>	<u>109,952</u>	<u>523,356</u>
	<u><u>224,859</u></u>	<u><u>188,545</u></u>	<u><u>109,952</u></u>	<u><u>523,356</u></u>

23 Financial commitments, guarantees and contingent liabilities

A grant of £100,000 was received from Emmaus UK (a national charity which provides guidance and support for individual Emmaus communities such as Emmaus Leicestershire and Rutland) in 2021 and has been used to help purchase The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG as the community accommodation. This grant becomes repayable if the building is sold within 10 years of the agreement dated 12 October 2020 or if Emmaus Leicestershire and Rutland ceases to be a member of Emmaus UK within the same timeframe. The potential contingent liability is £100,000 being the full grant provided.

24 Going Concern

The directors believe that the company remains a going concern at this moment in time, but with significant challenges ahead.

Over the next twelve months there will be some difficult moments which could lead to the charity winding down operations and closing.

At the moment the charity remains solvent, and there is a plan to restructure operations to save costs.

The directors believe it is still appropriate to prepare the accounts under the going concern principle, although the directors acknowledge that future events could impact on the going concern status of the company. However, they are confident that operations will run up until the end of June 2026.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2025

25 Operating lease commitments

Lessee

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	13,000	52,000
Between two and five years	-	65,000
	<u>13,000</u>	<u>117,000</u>

26 Cash absorbed by operations

	2025 £	2024 £
Deficit for the year	(103,118)	(59,154)
Adjustments for:		
Investment income recognised in statement of financial activities	(5,774)	(4,327)
Depreciation and impairment of tangible fixed assets	7,222	6,473
Movements in working capital:		
Decrease in debtors	4,559	10,671
(Decrease)/increase in creditors	(8,414)	7,224
Cash absorbed by operations	<u>(105,525)</u>	<u>(39,113)</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

England & Wales - Charity number 1146326

Accounts

Charity registration number 1146326

Company registration number 07871687 (England and Wales)

EMMAUS LEICESTERSHIRE AND RUTLAND
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

EMMAUS LEICESTERSHIRE AND RUTLAND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Emmaus UK
Peter Savage
Simon Stacey
Emily Smith
Clive Pitt
Lindsay Orton
Anthony Brown
Sarah Johnson
Jane Grice
Nichola Gascoigne

(Appointed 13 August 2024)

Secretary

Clive Pitt

Senior Management

Dawn Wright

Charity number

1146326

Company number

07871687

Principal address

The Emporium
Stockwell Head
Hinckley
Leicestershire
LE10 1RG

Registered office

The Emporium
Stockwell Head
Hinckley
Leicestershire
LE10 1RG

Independent examiner

Thomas Mayfield BA FCA
Mayfield & Co
2 Merus Court
Meridian Business Park
Leicester
LE19 1RJ

Bankers

Lloyds TSB Bank
54-56 Chestnut Drive
Oadby
Leicester
LE2 5JG

Solicitors

Headleys Solicitors
15 Station Road
Hinckley
Leicestershire
LE10 1AW

EMMAUS LEICESTERSHIRE AND RUTLAND

CONTENTS

	Page
Trustees report	1 - 6
Independent examiner's report	7
Statement of financial activities	8
Balance sheet	9 - 10
Notes to the financial statements	12 - 24

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2024

The trustees present their annual report and financial statements for the year ended 30 June 2024.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019)

Objectives and activities

Policies and objectives; In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit and in particular to its supplementary public benefit guidance.

The objects of the charity are, without distinction, the alleviation of homelessness and relief of poverty, hardship and the distress they cause to those in need. In addition to its work locally, Emmaus Leicestershire and Rutland is a member of both Emmaus Europe and Emmaus International and contributes to the work of these organisations materially to establish and maintain Emmaus communities throughout the rest of the World.

Strategies for achieving objectives

Emmaus Leicestershire & Rutland provides a home, work, education and training for previously homeless or vulnerable people in and around Leicestershire and Rutland. It also welcomes people who are interested in the way of life and opportunities offered by being an Emmaus Companion.

Emmaus Leicestershire & Rutland Companions each have a room of their own and work together collecting, refurbishing and selling donated goods. They have the opportunity to gain new skills and regain their self-respect while working to support other people in greater need.

Emmaus Leicestershire and Rutland also helps local disadvantaged people to set up home at a reasonable cost, working closely together with Social Services, other charities, local churches and other voluntary organisations. Emmaus International's work has been supported by donations following Solidarity Sales.

We would like to thank everyone who supports our work, the generous people who donate items to us for sale in our shops together with those who come and buy them, the members of the public, churches and groups who continue to donate money to us and support our activities practically by working with us. We would also like to thank those people who have come forward to volunteer in our Community; by so doing they support and encourage companions with their knowledge and experience.

A key feature of the work we do consists of solidarity between ourselves and the community and building on the work we do with our companions. We look to work with vulnerable people and those members of society who may have hit hard times, and look to bring structure to their lives, provide them with responsibility and hope to see a rise in their self-esteem as a consequence of the opportunities they are provided with. Our approach is significantly influenced by the original companion Georges and along with the other Emmaus groups we owe a debt of thanks to Father Henri Marie Joseph Grouès – better known as the "Abbe Pierre".

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

Public benefit statement

Emmaus activities are all designed to meet the needs of vulnerable people who may have hit on hard times. The charity's objects are to help with the relief of poverty, hardship and distress arising to those in need without distinction. Our activities are in conformance with the principles of the Emmaus movement as published from time to time by Emmaus UK.

We seek to provide accommodation or assistance in such provision, for homeless people in the area and such other places as may seem appropriate from time to time (the beneficiaries). We seek to provide the rehabilitation of the beneficiaries as appropriate and the provision of education, training (including, without limitation, employment training) and work opportunities and 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.

We believe we have achieved our charitable objectives and therefore provided a public benefit. We have capacity to house sixteen companions in accommodation and they are receiving the relevant support and training that they require, whilst having the opportunity to work and contribute to the future success of the charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Review of activities; This report covers the year since the AGM in November 2023. It sets out activities and changes within the organisation for that period and includes the accounts for the period 1 July 2023 to 30 June 2024.

As ever The Charity has been very busy with the team working together to strengthen the role the charity plays in supporting Companions and exploring opportunities for improving operations. The staff team, companions and volunteers have contributed tremendously to the charity's performance this year, working as a collective to ensure that the key priorities are achieved.

The Community has been relatively stable again this year with few new additions. The majority of the group have been with Emmaus for a number of years and alongside our management team form the nucleus of the Charity. We seek to increase the size of the group to the maximum 16 who we can accommodate at Elm Lea but this is proving challenging for a number of reasons. In addition we aim to diversify the group to reflect the range of homeless people for whom the Emmaus offer may be suitable.

The awareness of Emmaus continues to grow and our relationships with local authorities and other agencies remain positive. We have developed a number of relationships with commercial organisations who have contributed to our efforts this year. In particular Hinckley and Rugby Building Society, Cadent, Dunelm and Coventry Building Society have made practical contributions which have really helped us and we are most grateful for that.

We continue to lease the Companion house Elm Lea in Hinckley and we have now owned The Emporium building on Stockwell Head, Hinckley for almost 5 years. Both of these properties drain the energy and resources of the charity due to their age and condition and this year we have made significant investments to improve the fabric of the buildings. Our plans for the redevelopment of Stockwell Head are currently under discussion as we have been shocked at the cost of building new, purpose made facilities. In the coming months and as the lease on Elm Lea enters its final phase we will firm up our options to ensure the best solution for Emmaus.

Our Social Enterprise continues to thrive in a challenging environment supported by the key attributes of the town centre location, ease of parking and quality of goods. The 2023/24 year saw record sales and it will be no small feat to continue to grow the business with the operational constraints which we face.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

Financial review

The Charity continues to operate in challenging conditions, with considerable pressure on both income generation and costs. All income lines are under pressure and the unit cost of almost everything has increased in the year.

Our charity was established with initial funding supplied from the Pera Foundation which financed our early years. The amount remaining from that fund has now been designated to support future growth or help manage our journey to sustainability.

It is with regret that we continue to have outstanding monies from our participation in the Brighter Futures Project which concluded activities in March 2022. There remains £93,636 of funding for costs incurred on the project, that are due to us, which are currently being retained by the lead partner Business 2 Business (B2B Limited). Trustees have recently approved the use of external legal advisors to attempt to bring this matter to a conclusion. As before we have not added this income to our accounts in the year to June 2024 nor have we made a provision for it as there remains uncertainty as to the process and terms of payment of this funding.

Our Strategic Plan aims to fill the gap in funding with increased shop income, increasing the number of Companions in the Community and by developing our fundraising approach. We continue to be supported by the generosity of other donors and grant making bodies, as well as other member groups within the wider Emmaus family.

During the year we had total income of £502,120 and expenditure of £561,274. This resulted in a deficit for the year of £59,154 (2023: deficit of £30,140). Whilst having a deficit is always disappointing there is considerable positivity within the results given the strong headwinds which have affected income and costs this year.

Our financial results enable us to achieve our charitable objective of providing a community for people who have been homeless, where they can live, receive support and develop skills and dignity through the community life and work within the social enterprise business.

Reserves policy

As a matter of policy, the Trustees regularly review the level of reserves required to be held in order that the charity can maintain its operations into the future. Our revenue and capital reserves are reviewed regularly throughout the year.

Our reserves policy is to have at least three months of normal expenditure in free (cash) reserves at any one time. Our expenses totalled £561,274 for the year which would require reserves of at least £140,318. Our total reserves at the year-end were £523,356. Our cash balance at the year-end was £298,066.

Our key financial risk going forward is from our plans to generate extra income each year from all our principal revenue generating areas. Costs in all areas are increasing and our occupation of two ageing buildings means that maintenance costs will continue to increase until re-development takes place. As explained above there is also a risk that we do not receive the £93,636 funding due to us currently retained by the lead partner of the Brighter Futures project.

Principal Funding

The results of the year's operations are set out in the attached financial statements. Please refer to our Statement of Financial Activities which can be found on page 9 and our Balance Sheet on page 10.

We received funding from donations and legacies, which includes grant funding, and totalled £56,436 during the year which is a decrease on 2023 (£61,638).

We received £143,456 from housing benefit (2023: £115,423) and raised £295,556 of funds through our shop sales and other activities (2023: £261,028)

Finally, we take this opportunity to thank all our donors for their much-needed contributions.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

Risk Management

The Trustees regularly review their strategic and operational risks, also reviewing on a regular basis policy and procedures with regard to minimising the risks which the charity, its employees, Companions, volunteers and customers might encounter. Health and safety and specific procedure notes exist for any areas of concern. Specific nominated personnel have overall responsibility for ensuring compliance. These cover, but not exclusively, workshops, misuse of drugs and alcohol, finance, manual handling, safeguarding and COSHH.

Plans for the future

Emmaus will continue to be primarily focussed on its community of Companions ensuring that they receive support, encouragement and opportunity in their lives. Support will be tailored to the specific needs of the Companion where some will seek opportunity elsewhere but others will seek to remain within the community for the long run. This primary focus is central to the reason for our being and must as such be the first thing we seek to achieve.

There are financial pressures on the Charity principally because we operate from old buildings in less than perfect condition. Quite often this year Trustees have had little or no choice but to approve significant expenditure in maintenance or repair items to enable continuity of operation. This places great emphasis on improving performance and our management team are organised to improve efficiency in all areas of operation. As stated previously our Social Enterprise is a perfect example of this approach delivering tangible improvement year on year but it must be anticipated that the degree of improvement is limited.

The project to consolidate all activity at Stockwell Head has been a substantial effort and investment this year. As reported earlier we have been shocked at the costs associated with such a redevelopment programme and this as required some further work to establish the best way forward. Our lease at Elm Lea expires in a relatively short period and as such the decision about how to move forward is becoming urgent.

Last year I reported on the formative discussions with Emmaus Coventry and Warwickshire about the possibility of merging our two organisations. Those discussions concluded at the end of 2023 with Emmaus C&W unilaterally deciding not to proceed with the proposal. No further discussions are planned at the current time.

Life within Emmaus will always be challenging because of the nature of the challenges faced by increasing numbers of homelessness within our society, but we are confident that we will continue to accept those challenges with enthusiasm and commitment and because our excellent management team continue to perform at an exceptional level in support of the Companions.

Structure, governance and management

Organisation

On the 5th December 2011 Emmaus Leicestershire and Rutland was incorporated under the Companies' Act 2006 as a private company limited by guarantee, registered number 07871687.

The company was granted charitable status on the 9th March 2012 under charity number 1146326.

Constitution

The charity is constituted under a Memorandum of Association dated 5th December 2011 and is a registered charity.

The Memorandum of Association has been amended in accordance with the wishes of Emmaus UK and a new constitution was agreed on 8th December 2014.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Emmaus UK
Peter Savage
Simon Stacey
Emily Smith
Clive Pitt
Lindsay Orton
Anthony Brown
Sarah Johnson
Jane Grice
Dr Heather Hollins
Nichola Gascoigne

(Appointed 12 December 2023 and resigned 4 October 2024)
(Appointed 13 August 2024)

Recruitment and appointment of trustees

It was generally felt that the Board would benefit not only from additional Trustees, to share the load, but also from a wider range of skill, expertise and diversity. We will continue to encourage people with appropriate skills, free time and a passion to support our work to apply to join us.

Method of appointment or election of Trustees

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

Trustee nominations usually come from other Trustees within the charity, its supporters and through advertising in the local media and county wide networks.

These nominations must be approved by existing Trustees, in accordance with the Articles of Association. When specific skills are required, approaches would be made to people with relevant expertise who are sympathetic to the ethos of the Charity. If necessary, a Trustee would be co-opted specifically to cover the required function, the current Trustees are those shown on page 1.

Policies adopted for the induction and training of Trustees

Each new Trustee is briefed about the Community and their legal and ethical responsibilities as Trustees. Any prospective Trustee needs to attend one board meeting to observe the requirements and responsibilities to be undertaken. Then when an individual is ready to join the board an induction pack is given to each new Trustee to support the briefing prior to their appointment. In addition, there is an opportunity to attend a full day induction session run by Emmaus UK.

Organisational structure and decision making

In order to work effectively towards the alleviation and relief of poverty in and around Leicestershire and Rutland, Trustees and the Leadership Team believe that the Companions are central to the existence of the organisation and this is reflected in the structure of the charity.

Each week a meeting of the whole community takes place in order to discuss and agree decisions which affect the community as a whole.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

Related party relationship

Emmaus Leicestershire and Rutland is member of the Federation of Emmaus in the UK and continues to work closely with Communities, Groups and staff in the Federation.

Independent Examiners

A resolution will be proposed at the Annual General Meeting that Thomas Mayfield of Mayfield and Co (Accountants) Ltd will be re-appointed as Independent Examiner to the charity for the ensuing year.

Trustees' liability

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

Disclosure of information

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

The trustees report was approved by the Board of Trustees.



Clive Pitt
Trustee

17 December 2024

EMMAUS LEICESTERSHIRE AND RUTLAND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF EMMAUS LEICESTERSHIRE AND RUTLAND

I report to the trustees on my examination of the financial statements of Emmaus Leicestershire and Rutland (the charity) for the year ended 30 June 2024.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

Since the charity'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 ICAEW, 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.



Thomas Mayfield BA FCA

Mayfield & Co
2 Merus Court
Meridian Business Park
Leicester
LE19 1RJ

Dated: 17 December 2024

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2024

	Notes	Unrestricted funds general 2024	Unrestricted funds designated 2024	Restricted funds 2024	Total 2024	Unrestricted funds general 2023	Unrestricted funds designated 2023	Restricted funds 2023	Total 2023
		£	£	£	£	£	£	£	£
Income and endowments from:									
Donations and legacies	3	25,486	-	30,950	56,436	47,888	-	13,750	61,638
Charitable activities	4	143,456	-	-	143,456	115,423	-	-	115,423
Other trading activities	5	295,556	-	-	295,556	261,028	-	-	261,028
Investments	6	4,327	-	-	4,327	1	-	-	1
Other income	7	2,345	-	-	2,345	1,140	-	-	1,140
Total income		471,170	-	30,950	502,120	425,480	-	13,750	439,230
Expenditure on:									
Charitable activities	8	536,189	-	25,085	561,274	444,332	-	25,038	469,370
Total expenditure		536,189	-	25,085	561,274	444,332	-	25,038	469,370
Net income/(expenditure) and movement in funds		(65,019)	-	5,865	(59,154)	(18,852)	-	(11,288)	(30,140)
Reconciliation of funds:									
Fund balances at 1 July 2023		289,878	188,545	104,087	582,510	308,730	188,545	115,375	612,650
Fund balances at 30 June 2024		224,859	188,545	109,952	523,356	289,878	188,545	104,087	582,510

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

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET

AS AT 30 JUNE 2024

		2024		2023	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	14		767,929		770,856
Current assets					
Debtors	15	58,680		69,351	
Cash at bank and In hand		298,066		345,119	
		<u>356,746</u>		<u>414,470</u>	
Creditors: amounts falling due within one year	17	(44,798)		(37,092)	
Net current assets			<u>311,948</u>		<u>377,378</u>
Total assets less current liabilities			<u>1,079,877</u>		<u>1,148,234</u>
Creditors: amounts falling due after more than one year	18		(556,521)		(565,724)
Net assets excluding pension liability			<u>523,356</u>		<u>582,510</u>
Net assets			<u><u>523,356</u></u>		<u><u>582,510</u></u>
The funds of the charity					
Restricted income funds	19		109,952		104,087
Unrestricted funds - general			224,859		289,878
Unrestricted funds - designated	20		188,545		188,545
			<u>523,356</u>		<u>582,510</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2024. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

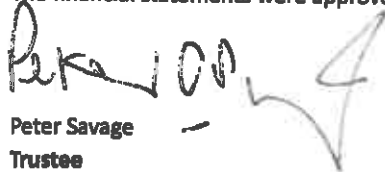
These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2024

The financial statements were approved by the trustees on 17 December 2024

A handwritten signature in black ink, appearing to read 'Peter Savage', is written over a horizontal line.

Peter Savage
Trustee

Company registration number 07871687 (England and Wales)

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash absorbed by operations	25		(39,113)		(16,963)
Investing activities					
Purchase of tangible fixed assets		(8,000)		-	
Proceeds from disposal of tangible fixed assets		4,454		-	
Investment income received		4,327		1	
Net cash generated from investing activities			781		1
Financing activities					
Repayment of bank loans		(8,721)		(11,882)	
Net cash used in financing activities			(8,721)		(11,882)
Net decrease in cash and cash equivalents			(47,053)		(28,844)
Cash and cash equivalents at beginning of year			345,119		373,963
Cash and cash equivalents at end of year			<u>298,066</u>		<u>345,119</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2024

1 Accounting policies

Charity information

Emmaus Leicestershire and Rutland is a private company limited by guarantee incorporated in England and Wales. The registered office is The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	4% straight line (building only)
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

1 Accounting policies

(Continued)

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Donations and gifts	25,486	2,170	27,656	10,305	250	10,555
Grants receivable	-	20,780	20,780	37,583	13,500	51,083
Donated goods and services	-	8,000	8,000	-	-	-
	<u>25,486</u>	<u>30,950</u>	<u>56,436</u>	<u>47,888</u>	<u>13,750</u>	<u>61,638</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

3 Income from donations and legacies

(Continued)

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Donations and gifts						
General donations	7,914	250	8,164	7,719	250	7,969
Gift Aid	5,600	-	5,600	1,836	-	1,836
Two Ways CIC	5,000	-	5,000	-	-	-
Vera Outhwaite	2,000	-	2,000	-	-	-
Florence Turner Trust	1,000	-	1,000	-	-	-
J R Corah Foundation	750	-	750	750	-	750
NFU Mutual	3,222	-	3,222	-	-	-
J Baker	-	1,000	1,000	-	-	-
Ragdale Hall	-	500	500	-	-	-
Cardent Van WRAP	-	420	420	-	-	-
	<u>25,486</u>	<u>2,170</u>	<u>27,656</u>	<u>10,305</u>	<u>250</u>	<u>10,555</u>
Grants receivable for core activities						
The National Lottery	-	10,000	10,000	-	-	-
Emmaus UK	-	1,630	1,630	-	7,500	7,500
HSBC	-	750	750	-	-	-
Tesco Groundworks	-	1,000	1,000	-	-	-
Henry Smith	-	6,000	6,000	-	6,000	6,000
Charity Link	-	400	400	-	-	-
Leeds Building Society	-	1,000	1,000	-	-	-
Lloyds Foundation	-	-	-	35,583	-	35,583
Other	-	-	-	2,000	-	2,000
	<u>-</u>	<u>20,780</u>	<u>20,780</u>	<u>37,583</u>	<u>13,500</u>	<u>51,083</u>

4 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Charitable activities		
Housing Benefit	<u>143,456</u>	<u>115,423</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

5 Income from other trading activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Shop income	295,556	261,028

6 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	4,327	1

7 Other income

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Other income	2,345	1,140

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

8 Charitable activities

	Unrestricted Charitable Expenditure 2024 £	Restricted Charitable Expenditure 2024 £	Total 2024 £	Total 2023 £
Staff costs	187,493	-	187,493	157,271
Depreciation and impairment	1,754	4,719	6,473	5,490
Staff training and expenses	3,818	-	3,818	6,984
Companion and fundraising expenses	58,563	7,741	66,304	62,839
Rent, rates and water	62,683	-	62,683	49,251
Light and heat	36,838	1,500	38,338	26,469
Repairs, maintenance and computer equipment	32,668	9,705	42,373	37,140
Legal and professional fees	15,007	-	15,007	3,609
Insurance	10,514	-	10,514	10,884
Sundry expenses	16,375	1,000	17,375	11,312
Telephone, internet and television	7,416	-	7,416	8,977
Printing, postage and stationery	3,094	-	3,094	5,589
Advertising	8,922	-	8,922	6,848
Motor and travel expenses	19,660	420	20,080	16,308
Other charitable expenditure	61,377	-	61,377	50,749
	<u>526,182</u>	<u>25,085</u>	<u>551,267</u>	<u>459,720</u>
Share of governance costs (see note 9)	10,007	-	10,007	9,650
	<u>536,189</u>	<u>25,085</u>	<u>561,274</u>	<u>469,370</u>
Analysis by fund				
Unrestricted funds - general	536,189	-	536,189	444,332
Restricted funds	-	25,085	25,085	25,038
	<u>536,189</u>	<u>25,085</u>	<u>561,274</u>	<u>469,370</u>
For the year ended 30 June 2023				
Unrestricted funds - general	444,332	-	444,332	444,332
Restricted funds	-	25,038	25,038	25,038
	<u>444,332</u>	<u>25,038</u>	<u>469,370</u>	<u>469,370</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

9 Support costs	Support costs	Governance costs	2024	2023	Basis of allocation
	£	£	£	£	
Independent examiners fees	-	3,720	3,720	3,660	Governance
Accountancy fees	-	2,820	2,820	2,800	Governance
Bank charges	-	3,467	3,467	3,190	Governance
		<u>10,007</u>	<u>10,007</u>	<u>9,650</u>	
Analysed between Charitable activities	-	<u>10,007</u>	<u>10,007</u>	<u>9,650</u>	

Governance costs Includes payments to the independent examiners of £3,720 (2023-£3,660) for examination fees.

10 Net movement in funds	2024	2023
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the independent examination of the charity's financial statements	3,720	3,660
Depreciation of owned tangible fixed assets	6,473	5,490
	<u>10,193</u>	<u>9,150</u>

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but meeting costs totalling £94 (2023: £284) were reimbursed.

12 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
General charitable activities	<u>7</u>	<u>6</u>
Employment costs		
	2024	2023
	£	£
Wages and salaries	<u>187,493</u>	<u>157,271</u>

There were no employees whose annual remuneration was more than £60,000.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

12 Employees

(Continued)

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2024	2023
	£	£
Aggregate compensation	<u>58,906</u>	<u>57,128</u>

13 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

14 Tangible fixed assets

	Land and buildings	Motor vehicles	Total
	£	£	£
Cost			
At 1 July 2023	767,980	38,009	805,989
Additions	-	8,000	8,000
Disposals	-	(22,299)	(22,299)
At 30 June 2024	<u>767,980</u>	<u>23,710</u>	<u>791,690</u>
Depreciation and Impairment			
At 1 July 2023	5,438	29,695	35,133
Depreciation charged in the year	2,719	3,754	6,473
Eliminated in respect of disposals	-	(17,845)	(17,845)
At 30 June 2024	<u>8,157</u>	<u>15,604</u>	<u>23,761</u>
Carrying amount			
At 30 June 2024	<u>759,823</u>	<u>8,106</u>	<u>767,929</u>
At 30 June 2023	<u>762,542</u>	<u>8,314</u>	<u>770,856</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

15 Debtors	2024	2023
Amounts falling due within one year:	£	£
Trade debtors	4,194	2,621
Other debtors	20,500	28,056
Prepayments and accrued income	33,986	38,674
	<u>58,680</u>	<u>69,351</u>

16 Loans and overdrafts	2024	2023
	£	£
Bank loans	565,932	574,653
Payable within one year	9,411	8,929
Payable after one year	556,521	565,724
	<u>502,687</u>	<u>511,408</u>

Amounts included above which fall due after five years:

Payable by instalments	502,687	511,408
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The long-term loans are secured by fixed charges over the property The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

17 Creditors: amounts falling due within one year	2024	2023
Notes	£	£
Bank loans	9,411	8,929
Other taxation and social security	2,641	2,967
Trade creditors	8,181	4,977
Other creditors	13,689	12,267
Accruals and deferred income	10,876	7,952
	<u>44,798</u>	<u>37,092</u>

18 Creditors: amounts falling due after more than one year	2024	2023
Notes	£	£
Bank loans	556,521	565,724

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

19 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Movement in funds			Movement in funds			Balance at 30 June 2024 £
	Balance at 1 July 2022 £	Income £	Expenditure £	Balance at 1 July 2023 £	Income £	Expenditure £	
The Van Fund	-	-	-	-	420	(420)	-
Building Better Opportunities (BBO)	(11,702)	-	-	(11,702)	-	-	(11,702)
The National Lottery	-	-	-	-	10,000	-	10,000
Emmaus UK	97,600	-	(2,400)	95,200	-	(2,400)	92,800
Emmaus UK 2	-	7,500	(7,500)	-	1,630	(1,630)	-
Charity Link	-	-	-	-	400	-	400
Tesco Ground Work	-	-	-	-	1,000	-	1,000
Leicestershire County Council	7,944	-	(319)	7,625	-	(319)	7,306
The Bailey Will Trust - Companion training & progression	4,352	-	(1,319)	3,033	-	(1,348)	1,685
The Bailey Will Trust - Property Purchase	9,681	-	-	9,681	-	(9,681)	-
Shires Community Grant	7,500	-	(7,500)	-	-	-	-
Leeds Building Society	-	-	-	-	1,000	(24)	976
Ragdale Hall	-	-	-	-	500	(500)	-
Henry Smith	-	6,000	(6,000)	-	6,000	(5,763)	237
Rotary Club	-	250	-	250	250	(250)	250
HSBC Making a Difference	-	-	-	-	750	(750)	-
J Baker	-	-	-	-	1,000	-	1,000
Donated Van	-	-	-	-	8,000	(2,000)	6,000
	<u>115,375</u>	<u>13,750</u>	<u>(25,038)</u>	<u>104,087</u>	<u>30,950</u>	<u>(25,085)</u>	<u>109,952</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

20 Unrestricted funds - designated

These are unrestricted funds which are material to the charity's activities.

	At 1 July 2023	At 30 June 2024
	£	£
Designated funds	188,545	188,545
	<u>188,545</u>	<u>188,545</u>
Previous year:	At 1 July 2022	At 30 June 2023
	£	£
Designated funds	188,545	188,545
	<u>188,545</u>	<u>188,545</u>

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 July 2023	Incoming resources	Resources expended	At 30 June 2024
	£	£	£	£
General funds	289,878	471,170	(536,189)	224,859
	<u>289,878</u>	<u>471,170</u>	<u>(536,189)</u>	<u>224,859</u>
Previous year:	At 1 July 2022	Incoming resources	Resources expended	At 30 June 2023
	£	£	£	£
General funds	308,730	425,480	(444,332)	289,878
	<u>308,730</u>	<u>425,480</u>	<u>(444,332)</u>	<u>289,878</u>

22 Analysis of net assets between funds

	Unrestricted funds general	Unrestricted funds designated	Restricted funds	Total
	2024	2024	2024	2024
	£	£	£	£
At 30 June 2024:				
Tangible assets	661,823	-	106,106	767,929
Current assets/(liabilities)	119,557	188,545	3,846	311,948
Long term liabilities	(556,521)	-	-	(556,521)
	<u>224,859</u>	<u>188,545</u>	<u>109,952</u>	<u>523,356</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

22 Analysis of net assets between funds

(Continued)

	Unrestricted funds general 2023 £	Unrestricted funds designated 2023 £	Restricted funds 2023 £	Total 2023 £
At 30 June 2023:				
Tangible assets	666,294	-	104,562	770,856
Current assets/(liabilities)	189,308	188,545	(475)	377,378
Long term liabilities	(565,724)	-	-	(565,724)
	<u>289,878</u>	<u>188,545</u>	<u>104,087</u>	<u>582,510</u>

23 Financial commitments, guarantees and contingent liabilities

A grant of £100,000 was received from Emmaus UK (a national charity which provides guidance and support for individual Emmaus communities such as Emmaus Leicestershire and Rutland) in 2021 and has been used to help purchase The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG as the community accommodation. This grant becomes repayable if the building is sold within 10 years of the agreement dated 12 October 2020 or if Emmaus Leicestershire and Rutland ceases to be a member of Emmaus UK within the same timeframe. The potential contingent liability is £100,000 being the full grant provided.

24 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2024 £	2023 £
Within one year	52,000	52,000
Between two and five years	65,000	117,000
	<u>117,000</u>	<u>169,000</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2024

25 Cash generated from operations	2024	2023
	£	£
Deficit for the year	(59,154)	(30,140)
Adjustments for:		
Investment income recognised in statement of financial activities	(4,327)	(1)
Depreciation and Impairment of tangible fixed assets	6,473	5,490
Movements in working capital:		
Decrease in debtors	10,671	27,483
Increase/(decrease) in creditors	7,224	(19,795)
Cash absorbed by operations	(39,113)	(16,963)

EMMAUS LEICESTERSHIRE AND RUTLAND

England & Wales - Charity number 1146326

Accounts

CHARITY

Charity Registration No. 1146326

Company Registration No. 07871687 (England and Wales)

EMMAUS LEICESTERSHIRE AND RUTLAND

(A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

EMMAUS LEICESTERSHIRE AND RUTLAND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Emmaus UK Peter Savage Simon Stacey Emily Smith Clive Pitt Lindsay Orton Anthony Brown Sarah Johnson Jane Grice	(Appointed 15 November 2022) (Appointed 21 February 2023)
Secretary	Clive Pitt	
Charity number	1146326	
Company number	07871687	
Principal address	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Registered office	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Independent examiner	Thomas Mayfield BA ACA Mayfield & Co 2 Merus Court Meridian Business Park Leicester LE19 1RJ	
Bankers	Lloyds TSB Bank 54-56 Chestnut Drive Oadby Leicester LE2 5JG	
Solicitors	Headleys Solicitors 15 Station Road Hinckley Leicestershire LE10 1AW	

EMMAUS LEICESTERSHIRE AND RUTLAND

CONTENTS

	Page
Chair's Report	1
Trustees report	2 - 7
Independent examiner's report	8
Statement of financial activities	9
Balance sheet	10 - 11
Statement of cash flows	12
Notes to the financial statements	13 - 26

EMMAUS LEICESTERSHIRE AND RUTLAND

CHAIR'S REPORT

FOR THE YEAR ENDED 30 JUNE 2023

It is my pleasure to provide a short summary of the 2022/ 2023 Emmaus Leicestershire and Rutland year.

Our Mission is "to enable people to overcome homelessness in Leicestershire and Rutland" which we deliver by providing accommodation, work and supporting services to a group of Companions based in Hinckley. The past year has been one of much progress in a number of areas as our new management team led by our Director, Dawn Wright have continued to re-organise how we do things to a much higher professional standard.

The Companion group has been settled this year and whilst we have struggled to achieve maximum occupancy at Elm Lea this does allow us to focus in detail on the needs of those Companions that we do have. The team supporting Companions has extra resource now allowing us to develop the service that we provide to individuals. Companions have worked well individually and collectively and many of our successes are due to their efforts.

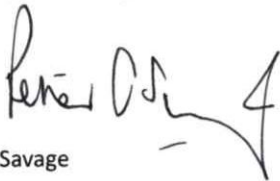
Dawn Wright continues to lead the Charity and has performed excellently again this year, The Board has confidence that Dawn will achieve the priority targets for Emmaus. Our team remains small meaning that everyone has to roll their sleeves up in the common good. Such an inclusive approach to running an organisation requires flexibility and pragmatism and we are lucky to have this in spades in our team.

Moving forward there are significant projects on the horizon. We will conclude the formative discussions with Emmaus Coventry and Warwickshire within the next three months allowing us to create a strategic plan for the next five years with, or without, a new partner. In addition we will continue to develop a plan for the Stockwell Head site which is as exciting as it is daunting. Needless to say this would be the biggest development in our Charity's short history and we will give it the necessary respect to achieve something that we can all be proud of.

The Trustee Board continues to provide oversight and guidance and as ever I am grateful to all for the level of engagement which has been provided. The Trustee group is a small but powerful team of professionals and my hope is that they see their involvement as positively as I do.

Finally I must pay tribute to all those people who support Emmaus. The staff team have performed very well again this year. We are lucky to have a small but dedicated group of volunteers who work alongside the staff team to deliver the various outcomes. Our relationship with supporting organisations, agencies and others goes from strength to strength as we continue to develop the awareness of Emmaus in the local community and beyond.

Emmaus has been in Leicestershire and Rutland for a relatively short time and has successfully established itself in Hinckley. Thank you to everyone who has helped so far as we look forward to the future with much positivity.



Peter Savage
Chair

Date: 12 December 2023

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2023

The trustees present their annual report and financial statements for the year ended 30 June 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019)

Objectives and activities

Policies and objectives; In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit and in particular to its supplementary public benefit guidance.

The objects of the charity are, without distinction, the alleviation of homelessness and relief of poverty, hardship and the distress they cause to those in need. In addition to its work locally, Emmaus Leicestershire and Rutland is a member of both Emmaus Europe and Emmaus International and contributes to the work of these organisations materially to establish and maintain Emmaus communities throughout the rest of the World.

Strategies for achieving objectives

Emmaus Leicestershire & Rutland provides a home, work, education and training for previously homeless or vulnerable people in and around Leicestershire and Rutland. It also welcomes people who are interested in the way of life and opportunities offered by being an Emmaus Companion.

Emmaus Leicestershire & Rutland Companions each have a room of their own and work together collecting, refurbishing and selling donated goods. They have the opportunity to gain new skills and regain their self-respect while working to support other people in greater need.

Emmaus Leicestershire and Rutland also helps local disadvantaged people to set up home at a reasonable cost, working closely together with Social Services, other charities, local churches and other voluntary organisations. Emmaus International's work has been supported by donations following Solidarity Sales.

We would like to thank everyone who supports our work, the generous people who donate items to us for sale in our shops together with those who come and buy them, the members of the public, churches and groups who continue to donate money to us and support our activities practically by working with us. We would also like to thank those people who have come forward to volunteer in our Community; by so doing they support and encourage companions with their knowledge and experience.

A key feature of the work we do consists of solidarity between ourselves and the community and building on the work we do with our companions. We look to work with vulnerable people and those members of society who may have hit hard times, and look to bring structure to their lives, provide them with responsibility and hope to see a rise in their self-esteem as a consequence of the opportunities they are provided with. Our approach is significantly influenced by the original companion Georges and along with the other Emmaus groups we owe a debt of thanks to Father Henri Marie Joseph Grouès - better known as the "Abbe Pierre".

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2023

Public benefit statement

Emmaus activities are all designed to meet the needs of vulnerable people who may have hit on hard times. The charity's objects are to help with the relief of poverty, hardship and distress arising to those in need without distinction. Our activities are in conformance with the principles of the Emmaus movement as published from time to time by Emmaus UK.

We seek to provide accommodation or assistance in such provision, for homeless people in the area and such other places as may seem appropriate from time to time (the beneficiaries). We seek to provide the rehabilitation of the beneficiaries as appropriate and the provision of education, training (including, without limitation, employment training) and work opportunities and 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.

We believe we have achieved our charitable objectives and therefore provided a public benefit. We have capacity to house sixteen companions in accommodation and they are receiving the relevant support and training that they require, whilst having the opportunity to work and contribute to the future success of the charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Review of activities; This report covers the year since the AGM in November 2022. It sets out activities and changes within the organisation for that period and includes the accounts for the period 1 July 2022 to 30 June 2023.

As usual The Charity Once has been very busy with the team working together to strengthen the role the charity plays in supporting Companions and exploring opportunities for improving operations for the future. The staff team, companions and volunteers have contributed tremendously to the charity's performance this year, working as a collective group to ensure that the key priorities are achieved..

The Community has been relatively stable this year and we have accommodated a number of new Companions, the majority of the group have been with Emmaus for a number of years and alongside our management team form the backbone of the Charity. As time passes by we seek to increase the size of the group up to the maximum 16 who we can accommodate at Elm Lea. In addition we want to diversify the group to reflect the range of homeless people for whom the Emmaus offer may be suitable. Recruitment of new Companions remains challenging as we seek to match the needs of individuals who have become homeless with the realistic capability of our team to manage those needs.

The awareness of Emmaus continues to grow and our relationships with local authorities and other agencies remain positive. We have developed a number of relationships with commercial organisations who have contributed to our efforts this year. In particular Hinckley and Rugby Building Society, Cadent, Dunelm and Coventry Building Society have made practical contributions which have really helped us and we are most grateful for that.

We continue to lease Elm Lea in Hinckley as a Companion home and we own The Emporium building on Stockwell Head, Hinckley. It is fair to say that both of these properties drain the energy and resources of the charity due to their age and condition. We have begun to plan for the re-development of the Stockwell Head site where we hope to consolidate all activities in the future. This is a long term aspiration but one which we know would benefit all groups associated with Emmaus.

Our Social Enterprise goes from strength to strength and has become a 'go to' location for both donations and sales. The town centre location, ease of parking and quality of goods presents a unique proposition to the people of Hinckley and our team have incredible focus to ensure that performance is continually improving. The Social Enterprise is a prized asset and the team deserve enormous credit for the work they do to make the best of it.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2023

Financial review

The Charity continues to operate in challenging conditions, with considerable pressure on both income generation and costs. All income lines are under pressure and the unit cost of almost everything has increased in the year.

Our charity was established with initial funding supplied from the Pera Foundation which financed our early years. The amount remaining from that fund has now been designated to support future growth or help manage our journey to sustainability.

It is with regret that we continue to have outstanding monies from our participation in the Brighter Futures Project which concluded activities in March 2022. There remains £93,636 of funding for costs incurred on the project, that are due to us, which are currently being retained by the lead partner Business 2 Business (B2B Limited). Trustees have recently approved the use of external legal advisors to attempt to bring this matter to a conclusion. As before we have not added this income to our accounts in the year to June 2023 nor have we made a provision for it as there remains uncertainty as to the process and terms of payment of this funding.

Our Strategic Plan aims to fill the gap in funding with increased shop income, increasing the number of Companions in the Community and by developing our fundraising approach. We continue to be supported by the generosity of other donors and grant making bodies, as well as other member groups within the wider Emmaus family.

During the year we had total income of £439,230 and expenditure of £469,370. This resulted in a deficit for the year of £30,140 (2022: deficit of £29,502). Whilst having a deficit is always disappointing there is considerable positivity within the results given the strong headwinds which have affected income and costs this year.

Our financial results enable us to achieve our charitable objective of providing a community for people who have been homeless, where they can live, receive support and develop skills and dignity through the community life and work within the social enterprise business.

Reserves policy

As a matter of policy, the Trustees regularly review the level of reserves required to be held in order that the charity can maintain its operations into the future. Our revenue and capital reserves are reviewed regularly throughout the year.

Our reserves policy is to have at least three months of normal expenditure in free (cash) reserves at any one time. Our expenses totalled £469,370 for the year which would require reserves of at least £117,342. Our total reserves at the year-end were £582,510. Our cash balance at the year-end was £345,119.

Our key financial risk going forward is from our plans to generate extra income each year from all our principal revenue generating areas. Costs in all areas are increasing and our occupation of two ageing buildings means that maintenance costs will continue to increase until re-development takes place. As explained above there is also a risk that we do not receive the £93,636 funding due to us currently retained by the lead partner of the Brighter Futures project.

Principal Funding

The results of the year's operations are set out in the attached financial statements. Please refer to our Statement of Financial Activities which can be found on page 9 and our Balance Sheet on page 10.

We received funding from donations and legacies, which includes grant funding, and totalled £61,638 during the year which is a decrease on 2022 (£161,162).

We received £115,423 from housing benefit (2022: £161,662) and raised £261,028 of funds through our shop sales and other activities (2022: £250,167)

Finally, we take this opportunity to thank all our donors for their much-needed contributions.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2023

Risk Management

The Trustees regularly review their strategic and operational risks, also reviewing on a regular basis policy and procedures with regard to minimising the risks which the charity, its employees, Companions, volunteers and customers might encounter. Health and safety and specific procedure notes exist for any areas of concern. Specific nominated personnel have overall responsibility for ensuring compliance. These cover, but not exclusively, workshops, misuse of drugs and alcohol, finance, manual handling, safeguarding and COSHH.

Plans for the future

Emmaus will continue to be primarily focussed on its community of Companions ensuring that they receive support, encouragement and opportunity in their lives. Support will be tailored to the specific needs of the Companion where some will seek opportunity elsewhere but others will seek to remain within the community for the long run. This primary focus is central to the reason for our being and must as such be the first thing we seek to achieve.

Like many organisations we have pressure on our financial situation and the past twelve months has seen numerous impacts due to increases in cost. This places great emphasis on improving performance and our management team are organised to improve efficiency in all areas of operation. As stated previously our Social Enterprise is a perfect example of this approach delivering tangible improvement.

The consolidation of all activity at Stockwell Head will be the biggest project the charity has ever faced. The amount of work and finance to achieve this tremendous milestone should not be underestimated but we have a vision where all those who engage with Emmaus will be provided with modern facilities which truly represent the great work that the charity does, all we have to do now is get on with making that happen.

Alongside our planning for the future we have held formative discussions with Emmaus Coventry and Warwickshire about the possibility of merging our two organisations. It must be stated that there is no certainty that these discussions will lead to anything further but the Board believe that it is sensible to consider all options in determining how our organisation might develop in the future. Central to these discussions is a shared desire to expand our services to more people affected by homelessness in the wider Midlands area.

Life within Emmaus will always be challenging because of the nature of the challenges faced by increasing numbers of homelessness within our society, but we are confident that we will continue to accept those challenges with enthusiasm and commitment.

Structure, governance and management

Organisation

On the 5th December 2011 Emmaus Leicestershire and Rutland was incorporated under the Companies' Act 2006 as a private company limited by guarantee, registered number 07871687.

The company was granted charitable status on the 9th March 2012 under charity number 1146326.

Constitution

The charity is constituted under a Memorandum of Association dated 5th December 2011 and is a registered charity.

The Memorandum of Association has been amended in accordance with the wishes of Emmaus UK and a new constitution was agreed on 8th December 2014.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2023

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Emmaus UK	
Peter Savage	
Rachelle Maxwell	(Resigned 23 January 2023)
Jeanne-Marie Douglas	(Resigned 18 October 2022)
Marcella Forrest	(Resigned 15 November 2022)
Ann O'Connell	(Resigned 30 September 2022)
Simon Stacey	
Emily Smith	
Clive Pitt	
Lindsay Orton	
Anthony Brown	
Sarah Johnson	(Appointed 15 November 2022)
Jane Grice	(Appointed 21 February 2023)

It was generally felt that the Board would benefit not only from additional Trustees, to share the load, but also from a wider range of skill, expertise and diversity. We will continue to encourage people with appropriate skills, free time and a passion to support our work to apply to join us.

Method of appointment or election of Trustees

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

Trustee nominations usually come from other Trustees within the charity, its supporters and through advertising in the local media and county wide networks.

These nominations must be approved by existing Trustees, in accordance with the Articles of Association. When specific skills are required, approaches would be made to people with relevant expertise who are sympathetic to the ethos of the Charity. If necessary, a Trustee would be co-opted specifically to cover the required function, the current Trustees are those shown on page 1.

Policies adopted for the induction and training of Trustees

Each new Trustee is briefed about the Community and their legal and ethical responsibilities as Trustees. Any prospective Trustee needs to attend one board meeting to observe the requirements and responsibilities to be undertaken. Then when an individual is ready to join the board an induction pack is given to each new Trustee to support the briefing prior to their appointment. In addition, there is an opportunity to attend a full day induction session run by Emmaus UK.

Organisational structure and decision making

In order to work effectively towards the alleviation and relief of poverty in and around Leicestershire and Rutland, Trustees and the Leadership Team believe that the Companions are central to the existence of the organisation and this is reflected in the structure of the charity.

Each week a meeting of the whole community takes place in order to discuss and agree decisions which affect the community as a whole.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2023

Related party relationship

Emmaus Leicestershire and Rutland is member of the Federation of Emmaus in the UK and continues to work closely with Communities, Groups and staff in the Federation.

Independent Examiners

A resolution will be proposed at the Annual General Meeting that Thomas Mayfield of Mayfield and Co (Accountants) Ltd will be re-appointed as Independent Examiner to the charity for the ensuing year.

Trustees' liability

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

Disclosure of information

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

The trustees report was approved by the Board of Trustees.



Clive Pitt

Trustee

Dated: 12 December 2023

EMMAUS LEICESTERSHIRE AND RUTLAND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF EMMAUS LEICESTERSHIRE AND RUTLAND

I report to the trustees on my examination of the financial statements of Emmaus Leicestershire and Rutland (the charity) for the year ended 30 June 2023.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

Since the charity'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 ICAEW, 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Thomas Mayfield BA ACA

Mayfield & Co
2 Merus Court
Meridian Business Park
Leicester
LE19 1RJ

Dated: 12 December 2023

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2023

	Notes	Unrestricted funds general 2023	Unrestricted funds designated 2023	Restricted funds 2023	Total 2023	Unrestricted funds general 2022	Unrestricted funds designated 2022	Restricted funds 2022	Total 2022
		£	£	£	£	£	£	£	£
Income from:									
Donations and legacies	3	47,888	-	13,750	61,638	53,477	-	107,685	161,162
Charitable activities	4	115,423	-	-	115,423	161,662	-	-	161,662
Raising funds	5	261,028	-	-	261,028	250,167	-	-	250,167
Investments	6	1	-	-	1	8	-	-	8
Other income	7	1,140	-	-	1,140	1,924	-	-	1,924
Total income		425,480	-	13,750	439,230	467,238	-	107,685	574,923
Expenditure on:									
Charitable activities	8	444,332	-	25,038	469,370	475,792	-	128,633	604,425
Net income/(expenditure) for the year		(18,852)	-	(11,288)	(30,140)	(8,554)	-	(20,948)	(29,502)
Net movement in funds									
Fund balances at 1 July 2022		308,730	188,545	115,375	612,650	317,284	188,545	136,323	642,152
Fund balances at 30 June 2023		289,878	188,545	104,087	582,510	308,730	188,545	115,375	612,650

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET

AS AT 30 JUNE 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	13		770,856		776,346
Current assets					
Debtors	14	69,351		96,834	
Cash at bank and in hand		345,119		373,963	
		<u>414,470</u>		<u>470,797</u>	
Creditors: amounts falling due within one year	16	<u>(37,092)</u>		<u>(64,498)</u>	
Net current assets			377,378		406,299
Total assets less current liabilities			<u>1,148,234</u>		<u>1,182,645</u>
Creditors: amounts falling due after more than one year	17		(565,724)		(569,995)
Net assets			<u>582,510</u>		<u>612,650</u>
Income funds					
Restricted funds	18		104,087		115,375
<u>Unrestricted funds</u>					
Designated funds	19	188,545		188,545	
General unrestricted funds		289,878		308,730	
		<u>478,423</u>		<u>497,275</u>	
			<u>582,510</u>		<u>612,650</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2023


The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2023. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The accounts were approved by the Trustees on 12 December 2023

Peter Savage
Trustee



Company Registration No. 07871687

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash absorbed by operations	25		(16,963)		(21,042)
Investing activities					
Investment income received		1		8	
Net cash generated from investing activities			1		8
Financing activities					
Repayment of bank loans		(11,882)		(15,618)	
Net cash used in financing activities			(11,882)		(15,618)
Net decrease in cash and cash equivalents			(28,844)		(36,652)
Cash and cash equivalents at beginning of year			373,963		410,615
Cash and cash equivalents at end of year			345,119		373,963

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

1 Accounting policies

Charity information

Emmaus Leicestershire and Rutland is a private company limited by guarantee incorporated in England and Wales. The registered office is The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	4% straight line (building only)
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

1 Accounting policies

(Continued)

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

3 Donations and legacies

	Unrestricted funds general £	Restricted funds £	Total 2023 £	Total 2022 £
Donations and gifts	10,305	250	10,555	9,477
Grants receivable	37,583	13,500	51,083	151,685
	<u>47,888</u>	<u>13,750</u>	<u>61,638</u>	<u>161,162</u>
For the year ended 30 June 2022	<u>53,477</u>	<u>107,685</u>		<u>161,162</u>
Donations and gifts				
General donations	10,305	-	10,305	9,477
Rotary Club	-	250	250	-
	<u>10,305</u>	<u>250</u>	<u>10,555</u>	<u>9,477</u>
Grants receivable for core activities				
Florence Turner Trust	1,000	-	1,000	-
Helen Jean Cope Charity	1,000	-	1,000	-
Henry Smith	-	6,000	6,000	-
Emmaus UK 2	-	7,500	7,500	-
Building Better Opportunities (BBO)	-	-	-	98,285
Lloyds Foundation	35,583	-	35,583	34,000
Adept Care Homes	-	-	-	10,000
Shires Community Grant	-	-	-	7,500
Barrat Development	-	-	-	1,000
Waitrose	-	-	-	900
	<u>37,583</u>	<u>13,500</u>	<u>51,083</u>	<u>151,685</u>

4 Charitable activities

	2023 £	2022 £
Housing Benefit	115,423	161,662

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

5 Raising funds

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £
Shop income	261,028	250,167

6 Investments

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £
Interest receivable	1	8

7 Other income

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £
Rental income	1,140	1,924

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

8 Charitable activities

	Unrestricted Charitable Expenditure 2023 £	Restricted Charitable Expenditure 2023 £	Total 2023 £	Total 2022 £
Staff costs	157,271	-	157,271	194,581
Depreciation and impairment	2,771	2,719	5,490	6,409
Staff training and expenses	4,403	2,581	6,984	3,388
Companion and fundraising expenses	48,486	14,353	62,839	77,624
Purchases	-	-	-	498
Rent, rates and water	49,251	-	49,251	106,109
Light and heat	24,969	1,500	26,469	28,377
Repairs, maintenance and computer equipment	35,837	1,303	37,140	64,094
Legal and professional fees	3,609	-	3,609	8,679
Insurance	10,884	-	10,884	12,343
Sundry expenses	11,312	-	11,312	12,929
Telephone, internet and television	8,977	-	8,977	10,221
Printing, postage and stationery	3,007	2,582	5,589	7,822
Advertising	6,848	-	6,848	5,767
Motor and travel expenses	16,308	-	16,308	18,655
Other charitable expenditure	50,749	-	50,749	35,977
	<u>434,682</u>	<u>25,038</u>	<u>459,720</u>	<u>593,473</u>
Share of governance costs (see note 9)	9,650	-	9,650	10,952
	<u>444,332</u>	<u>25,038</u>	<u>469,370</u>	<u>604,425</u>
Analysis by fund				
Unrestricted funds - general	444,332	-	444,332	475,792
Restricted funds	-	25,038	25,038	128,633
	<u>444,332</u>	<u>25,038</u>	<u>469,370</u>	<u>604,425</u>
For the year ended 30 June 2022				
Unrestricted funds - general	475,792	-	475,792	475,792
Restricted funds	-	128,633	128,633	128,633
	<u>475,792</u>	<u>128,633</u>	<u>604,425</u>	<u>604,425</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

9 Support costs

	Support costs	Governance costs	2023	2022	Basis of allocation
	£	£	£	£	
Independent examiners fees	-	3,660	3,660	3,960	Governance
Accountancy fees	-	2,800	2,800	2,880	Governance
Bank charges	-	3,190	3,190	4,112	Governance
	-	9,650	9,650	10,952	
Analysed between Charitable activities	-	9,650	9,650	10,952	

Governance costs includes payments to the independent examiners of £3,660 (2022-£3,960) for examination fees.

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but meeting costs totaling £284 (2022: £267) were reimbursed.

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
General charitable activities	6	7
Employment costs	2023 £	2022 £
Wages and salaries	157,271	194,581

There were no employees whose annual remuneration was £60,000 or more.

12 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

13 Tangible fixed assets

	Land and buildings	Motor vehicles	Total
	£	£	£
Cost			
At 1 July 2022	767,980	38,009	805,989
At 30 June 2023	767,980	38,009	805,989
Depreciation and impairment			
At 1 July 2022	2,719	26,924	29,643
Depreciation charged in the year	2,719	2,771	5,490
At 30 June 2023	5,438	29,695	35,133
Carrying amount			
At 30 June 2023	762,542	8,314	770,856
At 30 June 2022	765,261	11,085	776,346

14 Debtors

	2023	2022
	£	£
Amounts falling due within one year:		
Trade debtors	2,621	2,615
Other debtors	28,056	36,279
Prepayments and accrued income	38,674	57,940
	69,351	96,834

15 Loans and overdrafts

	2023	2022
	£	£
Bank loans	574,653	586,535
Payable within one year	8,929	16,540
Payable after one year	565,724	569,995
Amounts included above which fall due after five years:		
Payable by instalments	511,408	498,171

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

15 Loans and overdrafts

(Continued)

The long-term loans are secured by fixed charges over the property The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

16 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	15	8,929	16,540
Other taxation and social security		2,967	2,191
Trade creditors		4,977	22,669
Other creditors		12,267	14,003
Accruals and deferred income		7,952	9,095
		<u>37,092</u>	<u>64,498</u>

17 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	15	<u>565,724</u>	<u>569,995</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			Balance at 30 June 2023 £
	Balance at 1 July 2021 £	Income £	Expenditure £	Balance at 1 July 2022 £	Income £	Expenditure £	
Building Better Opportunities (BBO)	(9,271)	98,285	(100,716)	(11,702)	-	-	(11,702)
Emmaus UK	100,000	-	(2,400)	97,600	-	(2,400)	95,200
Emmaus UK 2	-	-	-	-	7,500	(7,500)	-
HBBC Business Recovery	14,023	-	(14,023)	-	-	-	-
Leicestershire County Council	7,944	-	-	7,944	-	(319)	7,625
Lloyds Foundation	2,490	-	(2,490)	-	-	-	-
The Bailey Will Trust - Companion training & progression	11,137	-	(6,785)	4,352	-	(1,319)	3,033
The Bailey Will Trust - Property Purchase	10,000	-	(319)	9,681	-	-	9,681
Shires Community Grant	-	7,500	-	7,500	-	(7,500)	-
Barrat Development	-	1,000	(1,000)	-	-	-	-
Waitrose	-	900	(900)	-	-	-	-
Henry Smith	-	-	-	-	6,000	(6,000)	-
Rotary Club	-	-	-	-	250	-	250
	<u>136,323</u>	<u>107,685</u>	<u>(128,633)</u>	<u>115,375</u>	<u>13,750</u>	<u>(25,038)</u>	<u>104,087</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds		Movement in funds		Balance at 30 June 2023
	Balance at 1 July 2021	Income	Balance at 1 July 2022	Income	
	£	£	£	£	£
Pera Foundation	188,545	-	188,545	-	188,545
	<u>188,545</u>	<u>-</u>	<u>188,545</u>	<u>-</u>	<u>188,545</u>

20 Unrestricted funds

	Balance at 1 July 2021	Movement in funds		Balance at 1 July 2022	Movement in funds		Balance at 30 June 2023
		Income	Expenditure		Income	Expenditure	
	£	£	£	£	£	£	£
General Activities	317,284	467,238	(475,792)	308,730	425,480	(444,332)	289,878
	<u>317,284</u>	<u>467,238</u>	<u>(475,792)</u>	<u>308,730</u>	<u>425,480</u>	<u>(444,332)</u>	<u>289,878</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

21 Analysis of net assets between funds	Unrestricted Funds		Designated funds		Restricted Funds		Total		Unrestricted Funds		Designated funds		Restricted Funds		Total	
	2023	£	2023	£	2023	£	2023	£	2022	£	2022	£	2022	£	2022	£
Fund balances at 30 June 2023 are represented by:																
Tangible assets	666,294		-		104,562		770,856		669,065		-		107,281		776,346	
Current assets/(liabilities)	189,308		188,545		(475)		377,378		209,660		188,545		8,094		406,299	
Long term liabilities	(565,724)		-		-		(565,724)		(569,995)		-		-		(569,995)	
	289,878		188,545		104,087		582,510		308,730		188,545		115,375		612,650	

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

22 Financial commitments, guarantees and contingent liabilities

A grant of £100,000 was received from Emmaus UK (a national charity which provides guidance and support for individual Emmaus communities such as Emmaus Leicestershire and Rutland) in 2021 and has been used to help purchase The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG as the community accommodation. This grant becomes repayable if the building is sold within 10 years of the agreement dated 12 October 2020 or if Emmaus Leicestershire and Rutland ceases to be a member of Emmaus UK within the same timeframe. The potential contingent liability is £100,000 being the full grant provided.

23 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	52,000	56,392
Between two and five years	117,000	169,000
	<u>169,000</u>	<u>225,392</u>

24 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2023 £	2022 £
Aggregate compensation	<u>57,128</u>	<u>63,504</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2023

25 Cash generated from operations	2023	2022
	£	£
Deficit for the year	(30,140)	(29,502)
Adjustments for:		
Investment income recognised in statement of financial activities	(1)	(8)
Depreciation and impairment of tangible fixed assets	5,490	6,409
Movements in working capital:		
Decrease/(increase) in debtors	27,483	(2,269)
(Decrease)/increase in creditors	(19,795)	4,328
	<u> </u>	<u> </u>
Cash absorbed by operations	(16,963)	(21,042)
	<u> </u>	<u> </u>

EMMAUS LEICESTERSHIRE AND RUTLAND

England & Wales - Charity number 1146326

Accounts

Charity Registration No. 1146326

Company Registration No. 07871687 (England and Wales)

EMMAUS LEICESTERSHIRE AND RUTLAND

(A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

EMMAUS LEICESTERSHIRE AND RUTLAND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Emmaus UK Peter Savage Rachelle Maxwell Marcella Forrest Simon Stacey Emily Smith Clive Pitt Lindsay Orton Anthony Brown	(Appointed 9 November 2021) (Appointed 21 April 2022)
Secretary	Clive Pitt	
Charity number	1146326	
Company number	07871687	
Principal address	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Registered office	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Independent examiner	David T Mayfield Mayfield & Co (Accountants) Ltd 2 Merus Court Meridian Business Park Leicester LE19 1RJ	
Bankers	Lloyds TSB Bank 54-56 Chestnut Drive Oadby Leicester LE2 5JG	
Solicitors	Headleys Solicitors 15 Station Road Hinckley Leicestershire LE10 1AW	

EMMAUS LEICESTERSHIRE AND RUTLAND

CONTENTS

	Page
Trustees report	1 - 7
Independent examiner's report	8
Statement of financial activities	9
Balance sheet	10 - 11
Statement of cash flows	12
Notes to the financial statements	13 - 26

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

The trustees present their annual report and financial statements for the year ended 30 June 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

Policies and objectives; In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit and in particular to its supplementary public benefit guidance.

The objects of the charity are, without distinction, the alleviation of homelessness and relief of poverty, hardship and the distress they cause to those in need. In addition to its work locally, Emmaus Leicestershire and Rutland is a member of both Emmaus Europe and Emmaus International and contributes to the work of these organisations materially to establish and maintain Emmaus communities throughout the rest of the World.

Strategies for achieving objectives

Emmaus Leicestershire & Rutland provides a home, work, education and training for previously homeless or vulnerable people in and around Leicestershire and Rutland. It also welcomes people who are interested in the way of life and opportunities offered by being an Emmaus companion.

Emmaus Leicestershire & Rutland Companions each have a room of their own and work together collecting, refurbishing and selling donated goods. They have the opportunity to gain new skills and regain their self-respect while working to support other people in greater need.

Emmaus Leicestershire and Rutland also helps local disadvantaged people to set up home at a reasonable cost, working closely together with Social Services, other charities, local churches and other voluntary organisations. Emmaus International's work has been supported by donations following Solidarity Sales.

We would like to thank everyone who supports our work, the generous people who donate items to us for sale in our shops together with those who come and buy them, the members of the public, churches and groups who continue to donate money to us and support our activities practically by working with us. We would also like to thank those people who have come forward to volunteer in our Community; by so doing they support and encourage companions with their knowledge and experience.

A key feature of the work we do consists of solidarity between ourselves and the community and building on the work we do with our companions. We look to work with vulnerable people and those members of society who may have hit hard times, and look to bring structure to their lives, provide them with responsibility and hope to see a rise in their self-esteem as a consequence of the opportunities they are provided with. Our approach is significantly influenced by the original companion Georges and along with the other Emmaus groups we owe a debt of thanks to Father Henri Marie Joseph Grouès - better known as the "Abbe Pierre".

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Public benefit statement

Emmaus activities are all designed to meet the needs of vulnerable people who may have hit on hard times. The charity's objects are to help with the relief of poverty, hardship and distress arising to those in need without distinction. Our activities are in conformance with the principles of the Emmaus movement as published from time to time by Emmaus UK.

We seek to provide accommodation or assistance in such provision, for homeless people in the area and such other places as may seem appropriate from time to time (the beneficiaries). We seek to provide the rehabilitation of the beneficiaries as appropriate and the provision of education, training (including, without limitation, employment training) and work opportunities and 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.

We believe we have achieved our charitable objectives and therefore provided a public benefit. We have capacity to house sixteen companions in accommodation and they are receiving the relevant support and training that they require, whilst having the opportunity to work and contribute to the future success of the charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Review of activities; This report covers the year since the AGM in November 2021. It sets out activities and changes within the organisation in that period and includes the accounts for the period 1 July 2021 to 30 June 2022:

Once again the year has been very busy with the team working together to strengthen the role the charity plays in supporting the homeless and exploring opportunities for supporting the sustainability of its operations for the future. The staff team, companions and volunteers have as usual contributed tremendously to the charity's performance this year and where there has been a much higher level of change within the charity than normal.

This year in particular we are delighted to have helped manage the 'move on' of two relatively long standing companions. These companions have moved into self-sufficiency with private accommodation and employment. In addition we have accommodated new companions ensuring that they become an integral part of the community. The awareness of Emmaus continues to grow and our relationships with local authorities and other agencies remain good.

In late 2021 we extended the lease at Elm Lea, the companion house, for a minimum further period of three years. This will give us time to plan for the development of Stockwell Head where we hope to consolidate all activities in the future. In addition our Castle Street, Hinckley, retail shop closed in the summer. The rent on this property increased significantly and the decision was taken to bring all retail operations into Stockwell Head. This change appears to have had no negative impact on financial results.

Maintaining high occupancy levels at our residential accommodation has become more challenging this year which has on occasion required us to change our operating methods as a consequence of having a smaller pool of available labour. It is unclear whether this is due to seasonality alone and as such the situation will be closely monitored moving forward.

The Brighter Futures Project ceased to operate at the end of March 2022 and the charity has been a major contributor in delivering opportunities and benefits to economically inactive people in Leicester and Leicestershire. Funded by the European Social Fund and the Big Lottery Community Fund, this project has expanded the reach and scope of Emmaus in the community and has provided project funding over the past 4 years.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Financial review

In financial terms in normal times the charity recognises it is operating in challenging conditions, with considerable competition within the business sector we operate in and access to funding is also difficult.

Our charity was set up with initial funding supplied to us from the Pera Foundation which financed our early years. The amount remaining from that fund has now been designated to support future growth or help manage our journey to sustainability.

In March of this year the Brighter Futures Project ended. This project was a Leicester and Leicestershire based partnership project which was part of a wider Building Better Opportunities (BBO) project funded by the Big Lottery Community Fund and matched with European Social Funds. It was a major source of funding for us in the past five years.

There remains £93,636 of funding for costs incurred on the project, that are due to us, which are currently being retained by the lead partner Business 2 Business (B2B Limited). We have not added this income to our accounts in the year to June 2022 nor have we made a provision for it as there remains uncertainty as to the process and terms of payment of this funding and how it will be held until payment. This situation will be reviewed on an annual basis.

Our Strategic Plan aims to fill the gap in our funding with increased shop income from the larger space we have available in our new building, that we now own, and developing other sources of funding.

We continue to be supported from the generosity of other donors and grant making bodies, as well as other member groups within the wider Emmaus family; primarily towards the support work with companions or specific projects or capital acquisitions.

During the year we had total income of £574,923 and expenditure of £604,425. This resulted in a deficit for the year of £29,502 (2021: surplus of £278,057). Last year was an exceptional year for funding due partly to £115,000 in restricted grants for our property purchase and from higher donations, gifts and grants mainly COVID related which were used to offset losses, secure our sustainability and maintain our reserves.

Our financial results enable us to achieve our charitable objective of providing a community for people who have been homeless, where they can live, receive support and develop skills and dignity through the community life and work within the social enterprise business.

Reserves policy

As a matter of policy the Trustees regularly review the level of reserves required to be held in order that the charity can maintain its operations into the future. Our revenue and capital reserves are reviewed regularly throughout the year.

Our reserves policy is to have at least three months of normal expenditure in free (cash) reserves at any one time. Our expenses totalled £604,425 for the year which would require reserves of at least £151,106. Our total reserves at the year end were £612,650. Our reserves excluding equity in our new property of £173,465 (£760,000 purchase price minus £586,535 mortgage) were £439,185. Our cash balance at the year end was £373,963. Holding reserves of at least £151,106 as free reserves in cash plus £50,000 of working capital leaves £172,857 reserves above this limit.

This £172,857 of reserves which we calculate as above the minimum required policy limit would comprise our designated funds of £188,545 plus £15,688 of unrestricted funds. These will be used to support future growth and offset future risks and potential losses from our growth and expansion aims as outlined in our five year strategic plan.

Our key financial risk going forward is from our plans to generate an extra £100,000 income per year which previously came from the Brighter Futures project which ended in March 2022. As explained above there is also a risk that we do not receive the £93,636 funding due to us currently retained by the lead partner of the Brighter Futures project.

We plan to replace the project income with increased retail sales and newly sourced long term funding. Also we face the risks of a possible fall in the level of housing benefit receivable, rising costs and not being able to secure the same level of general operating grant and donations that we have done up to now.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Principal Funding

The results of the year's operations are set out in the attached financial statements. Please refer to our Statement of Financial Activities which can be found on page 9 and our Balance Sheet on page 10.

We received funding from donations and legacies, which includes grant funding, and totalled £161,162 during the year which is a decrease on 2021 (£527,426). This is due mainly to £115,000 restricted grants for our property purchase and COVID-19 related grants.

We received £161,662 from housing benefit (2021: £161,875) and raised £250,176 of funds through our shop sales and other activities (2021: £176,972).

Of the total funds received during the year £107,685 were restricted funds and £467,238 were unrestricted funds.

We use unrestricted funds to help to balance our Social Enterprise Income and housing benefit over the costs of running the charity and supporting the companions.

Our designated fund of £188,545 consists of the original Pera Foundation which provided us with a charitable donation of £225,000 in 2012 and as at the 30 June 2020 there remained a balance of £130,408, to this we have added the surplus of £58,137 from 2020. This designated fund will be used to support future growth opportunities in line with our strategic plan to transition to a new level of sustainable operations for the community.

Finally, we take this opportunity to thank all our donors for their much needed contributions.

Risk Management

The Trustees regularly review their strategic and operational risks, also reviewing on a regular basis policy and procedures with regard to minimising the risks which the charity, its employees, companions, volunteers and customers might encounter. Health and safety and specific procedure notes exist for any areas of concern. Specific nominated personnel have overall responsibility for ensuring compliance. These cover, but not exclusively, workshops, misuse of drugs and alcohol, finance, manual handling, safeguarding and COSHH.

Plans for the future.

Emmaus will continue to be primarily focussed on its community of companions ensuring that they receive support, encouragement and opportunity in their lives. As always support will be tailored to the specific needs of the companion where some will seek opportunity elsewhere but others will seek to remain within the community for the long run.

We plan to improve performance in all areas of operations and with a new management team in place we have great confidence that these improvements can be achieved. Our social enterprise continues to perform well and is differentiated from others in the local area. We will look to maintain and improve performance by better understanding customer needs and by becoming more structured in marketing for donations. Improving awareness and planning marketing communication will work hand in hand to develop our brand and to keep Emmaus at front of mind for those who may wish to engage with us.

The consolidation of all activity at Stockwell Head will be the biggest project the charity has ever faced. The amount of work and finance to achieve this tremendous milestone should not be underestimated but we have a vision where all those who engage with Emmaus will be provided with modern facilities which truly represent the great with that the charity does, all we have to do now is get on with making that happen.

Life within Emmaus will always be challenging because of the nature of the challenges faced by increasing numbers of homelessness within our society but we are confident that we will continue to accept those challenges with enthusiasm and commitment.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Structure, governance and management

Organisation

On the 5th December 2011 Emmaus Leicestershire and Rutland was Incorporated under the Companies' Act 2006 as a private company limited by guarantee, registered number 07871687.

The company was granted charitable status on the 9th March 2012 under charity number 1146326.

Constitution

The charity is constituted under a Memorandum of Association dated 5th December 2011 and is a registered charity.

The Memorandum of Association has been amended in accordance with the wishes of Emmaus UK and a new constitution was agreed on 8th December 2014.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Emmaus UK

Peter Savage

Rachelle Maxwell

Kulvinder Sethi

(Resigned 21 April 2022)

Jeanne-Marie Douglas

(Resigned 18 October 2022)

Rajesh Gohil

(Resigned 24 November 2021)

Marcella Forrest

Harjit Saund

(Resigned 8 September 2021)

Ann O'Connell

(Resigned 30 September 2022)

Simon Stacey

Emily Smith

Karan Chadha

(Resigned 8 September 2021)

Clive Pitt

Lindsay Orton

(Appointed 9 November 2021)

Anthony Brown

(Appointed 21 April 2022)

It was generally felt that the Board would benefit not only from additional Trustees, to share the load, but also from a wider range of skill, expertise and diversity. We will continue to encourage people with appropriate skills, free time and a passion to support our work to apply to join us.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Method of appointment or election of Trustees

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

Trustee nominations usually come from other Trustees within the charity, its supporters and through advertising in the local media and county wide networks.

These nominations must be approved by existing Trustees, in accordance with the Articles of Association. When specific skills are required, approaches would be made to people with relevant expertise who are sympathetic to the ethos of the Charity. If necessary, a Trustee would be co-opted specifically to cover the required function, the current Trustees are those shown on page 1.

Policies adopted for the induction and training of Trustees

Each new Trustee is briefed about the Community and their legal and ethical responsibilities as Trustees. Any prospective Trustee needs to attend one board meeting to observe the requirements and responsibilities to be undertaken. Then when an individual is ready to join the board an induction pack is given to each new Trustee to support the briefing prior to their appointment. In addition, there is an opportunity to attend a full day induction session run by Emmaus UK.

Organisational structure and decision making

In order to work effectively towards the alleviation and relief of poverty in and around Leicestershire and Rutland, Trustees and the Leadership Team believe that the Companions are central to the existence of the organisation and this is reflected in the structure of the charity.

Each week a meeting of the whole community takes place in order to discuss and agree decisions which affect the community as a whole.

Related party relationship

Emmaus Leicestershire and Rutland is member of the Federation of Emmaus in the UK and continues to work closely with Communities, Groups and staff in the Federation.

Independent Examiners

A resolution will be proposed at the Annual General Meeting that David Mayfield of Mayfield and Co (Accountants) Ltd will be re-appointed as Independent Examiner to the charity for the ensuing year.

Trustees' liability

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

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

Chair's Report

It is my pleasure to provide a short summary of the 2021/ 2022 Emmaus Leicestershire and Rutland year.

Our Mission is "to enable people to overcome homelessness in Leicestershire and Rutland" which we deliver by providing accommodation, work and supporting services to a group of Companions based in Hinckley. The past year has been one of consolidation and reset following the Covid pandemic and we look forward to a future where we begin to realise the undoubted potential of our charity.

It is of great credit to our Companions and the team supporting them that the Community has remained largely settled during the past year. We have seen some very positive outcomes for Companions who have moved on to full time employment and self-sufficiency. Alongside that there are number of long standing Companions who continue to be the foundation of our Community in Hinckley.

The Leadership of our charity changed in March 2022 with the appointment of Dawn Wright as Director. We are delighted to have Dawn and with the necessary support she will deliver the potential of the charity. A number of other management changes have been made with a view to improving the performance and professional standards of the charity.

Our aspiration is to maintain a stable community, increase capacity in all areas and to develop a blueprint for the physical accommodation of our community and social enterprise on one site. These are significant targets in their own right but in addition to that we want to consider the expansion of our reach beyond Hinckley and Bosworth to the wider Leicestershire and Rutland area, at least. Our service is just as relevant beyond Hinckley and there are big opportunities for us to help people beyond our current footprint.

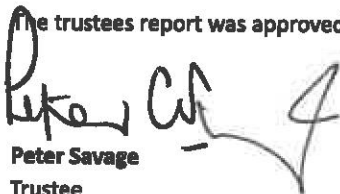
The Trustee Board continues to provide oversight and guidance and as ever I am grateful to all for the level of engagement which has been provided. It would be remiss of me not to add my personal thanks to two long standing Trustees, Ann O'Connell and Marcella Daly, who will be standing down at the AGM. Ann and Marcella have made outstanding contributions to Emmaus and I am so grateful for the support of both.

Finally I must pay tribute to all those people who support Emmaus. The staff team have performed at a high level despite there being more change in the past year than is usual. We are lucky to have a small but powerful team of volunteers who work alongside the staff team to deliver the various outcomes. Our relationship with supporting organisations such as Hinckley and Rugby Building Society, Cadent and Adept Care Homes has only just begun but show great promise.

Emmaus has been in Leicestershire and Rutland for ten years now and has successfully established itself in Hinckley. Thank you to everyone who has helped so far as we look forward to the future with much positivity.

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

The trustees report was approved by the Board of Trustees.



Peter Savage
Trustee

Dated: 15 November 2022

EMMAUS LEICESTERSHIRE AND RUTLAND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF EMMAUS LEICESTERSHIRE AND RUTLAND

I report to the trustees on my examination of the financial statements of Emmaus Leicestershire and Rutland (the charity) for the year ended 30 June 2022.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

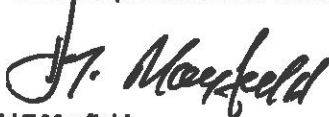
Independent examiner's statement

Since the charity'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 , 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.



David T Mayfield

Mayfield & Co (Accountants) Ltd
2 Merus Court
Meridian Business Park
Leicester
LE19 1RU

Dated: 15 November 2022

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2022

	Notes	Unrestricted funds general 2022	Unrestricted funds designated 2022	Restricted funds 2022	Total 2022	Unrestricted funds general 2021	Unrestricted funds designated 2021	Restricted funds 2021	Total 2021
		£	£	£	£	£	£	£	£
Income from:									
Donations and legacies	3	53,477	-	107,685	161,162	129,303	-	398,123	527,426
Charitable activities	4	161,662	-	-	161,662	161,875	-	-	161,875
Raising funds	5	250,167	-	-	250,167	176,972	-	-	176,972
Investments	6	8	-	-	8	7	-	-	7
Other income	7	1,924	-	-	1,924	361	-	-	361
Total income		467,238	-	107,685	574,923	468,518	-	398,123	866,641
Expenditure on:									
Charitable activities	8	475,792	-	128,633	604,425	311,234	-	277,350	588,584
Net income/(expenditure) for the year		(8,554)	-	(20,948)	(29,502)	157,284	-	120,773	278,057
Net movement in funds									
Fund balances at 1 July 2021		317,284	188,545	136,323	642,152	160,000	188,545	15,550	364,095
Fund balances at 30 June 2022		308,730	188,545	115,375	612,650	317,284	188,545	136,323	642,152

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET

AS AT 30 JUNE 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	13		776,346		782,755
Current assets					
Debtors	14	96,834		94,565	
Cash at bank and in hand		373,963		410,615	
		470,797		505,180	
Creditors: amounts falling due within one year	16	(64,498)		(59,645)	
Net current assets			406,299		445,535
Total assets less current liabilities			1,182,645		1,228,290
Creditors: amounts falling due after more than one year	17		(569,995)		(586,138)
Net assets			612,650		642,152
Income funds					
Restricted funds	19		115,375		136,323
<u>Unrestricted funds</u>					
Designated funds	20	188,545		188,545	
General unrestricted funds		308,730		317,284	
			497,275		505,829
			612,650		642,152

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2022

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2022. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The accounts were approved by the Trustees on 15 November 2022



Clive Pitt
Trustee

Company Registration No. 07871687

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	25		(21,042)		274,472
Investing activities					
Purchase of tangible fixed assets		-		(767,980)	
Investment income received		8		7	
		<u>8</u>		<u>7</u>	
Net cash generated from/(used in) Investing activities			8		(767,973)
Financing activities					
Repayment of bank loans		(15,618)		602,153	
Payment of obligations under finance leases		-		(6,933)	
		<u>-</u>		<u>(6,933)</u>	
Net cash (used in)/generated from financing activities			(15,618)		595,220
Net (decrease)/increase in cash and cash equivalents			(36,652)		101,719
Cash and cash equivalents at beginning of year			410,615		308,896
Cash and cash equivalents at end of year			<u>373,963</u>		<u>410,615</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

Charity information

Emmaus Leicestershire and Rutland is a private company limited by guarantee incorporated in England and Wales. The registered office is The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	4% straight line (building only)
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

3 Donations and legacies

	Unrestricted funds general £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and gifts	9,477	-	9,477	7,046
Grants receivable	44,000	107,685	151,685	520,380
	<u>53,477</u>	<u>107,685</u>	<u>161,162</u>	<u>527,426</u>
For the year ended 30 June 2021	<u>129,303</u>	<u>398,123</u>		<u>527,426</u>
Donations and gifts				
General donations	9,477	-	9,477	7,046
	<u>9,477</u>	<u>-</u>	<u>9,477</u>	<u>7,046</u>
Grants receivable for core activities				
Building Better Opportunities (BBO)	-	98,285	98,285	165,205
The National Lottery	-	-	-	82,446
Emmaus UK	-	-	-	100,000
Cadent Foundation	-	-	-	5,000
HBBC Business Recovery	-	-	-	14,023
HMRC Covid-19 Local Authority Support	-	-	-	55,143
Job Retention Scheme	-	-	-	9,920
Leicestershire and Rutland Community Foundation	-	-	-	5,000
Leicestershire County Council	-	-	-	15,000
Lloyds Foundation	34,000	-	34,000	43,643
Adept Care Homes	10,000	-	10,000	25,000
Shires Community Grant	-	7,500	7,500	-
Barrat Development	-	1,000	1,000	-
Waitrose	-	900	900	-
	<u>44,000</u>	<u>107,685</u>	<u>151,685</u>	<u>520,380</u>

4 Charitable activities

	2022 £	2021 £
Housing Benefit	<u>161,662</u>	<u>161,875</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

5 Raising funds

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Shop income	250,167	176,972

6 Investments

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Interest receivable	8	7

7 Other income

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Rental income	1,924	361

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

8 Charitable activities

	Unrestricted Charitable Expenditure 2022 £	Restricted Charitable Expenditure 2022 £	Total 2022 £	Total 2021 £
Staff costs	103,558	91,023	194,581	225,148
Depreciation and impairment	3,690	2,719	6,409	4,914
Staff training and expenses	2,947	441	3,388	5,347
Companion and fundraising expenses	68,829	8,795	77,624	67,729
Purchases	498	-	498	-
Rent, rates and water	99,516	6,593	106,109	104,328
Light and heat	27,534	843	28,377	31,113
Repairs, maintenance and computer equipment	49,772	14,322	64,094	39,923
Legal and professional fees	8,632	47	8,679	22,908
Insurance	12,237	106	12,343	9,872
Sundry expenses	10,673	2,256	12,929	13,395
Telephone, internet and television	9,680	541	10,221	9,525
Printing, postage and stationery	7,402	420	7,822	8,104
Advertising	5,767	-	5,767	3,495
Motor and travel expenses	18,414	241	18,655	18,096
Other charitable expenditure	35,691	286	35,977	14,611
	<u>464,840</u>	<u>128,633</u>	<u>593,473</u>	<u>578,508</u>
Share of governance costs (see note 9)	10,952	-	10,952	10,076
	<u>475,792</u>	<u>128,633</u>	<u>604,425</u>	<u>588,584</u>
Analysis by fund				
Unrestricted funds - general	475,792	-	475,792	311,234
Restricted funds	-	128,633	128,633	277,350
	<u>475,792</u>	<u>128,633</u>	<u>604,425</u>	<u>588,584</u>
For the year ended 30 June 2021				
Unrestricted funds - general	311,234	-	311,234	311,234
Restricted funds	-	277,350	277,350	277,350
	<u>311,234</u>	<u>277,350</u>	<u>588,584</u>	<u>588,584</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

9 Support costs

	Support costs	Governance costs	2022	2021	Basis of allocation
	£	£	£	£	
Independent examiners fees	-	3,960	3,960	4,140	Governance
Accountancy fees	-	2,880	2,880	2,750	Governance
Bank charges	-	4,112	4,112	3,186	Governance
	<u>-</u>	<u>10,952</u>	<u>10,952</u>	<u>10,076</u>	
Analysed between Charitable activities	-	10,952	10,952	10,076	

Governance costs includes payments to the Independent examiners of £3,960 (2021-£4,140) for examination fees.

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, but meeting costs totalling £267 (2021: £Nil) were reimbursed.

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
General charitable activities	<u>7</u>	<u>9</u>

Employment costs

	2022 £	2021 £
Wages and salaries	<u>194,581</u>	<u>225,148</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

13 Tangible fixed assets

	Land and buildings	Motor vehicles	Total
	£	£	£
Cost			
At 1 July 2021	767,980	38,009	805,989
At 30 June 2022	767,980	38,009	805,989
Depreciation and impairment			
At 1 July 2021	-	23,234	23,234
Depreciation charged in the year	2,719	3,690	6,409
At 30 June 2022	2,719	26,924	29,643
Carrying amount			
At 30 June 2022	765,261	11,085	776,346
At 30 June 2021	767,980	14,775	782,755

14 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	2,615	4,461
Other debtors	36,279	45,398
Prepayments and accrued income	57,940	44,706
	96,834	94,565

15 Loans and overdrafts

	2022	2021
	£	£
Bank loans	586,535	602,153
Payable within one year	16,540	16,015
Payable after one year	569,995	586,138
Amounts included above which fall due after five years:		
Payable by instalments	498,171	516,854

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

15 Loans and overdrafts

(Continued)

The long-term loans are secured by fixed charges over the property The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

16 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	15	16,540	16,015
Other taxation and social security		2,191	3,900
Trade creditors		22,669	15,707
Other creditors		14,003	15,213
Accruals and deferred income		9,095	8,810
		<u>64,498</u>	<u>59,645</u>

17 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	15	569,995	586,138

18 Unrestricted funds

	Movement in funds			Movement in funds			Balance at 30 June 2022 £
	Balance at 1 July 2020 £	Income £	Expenditure £	Balance at 1 July 2021 £	Income £	Expenditure £	
General Activities	160,000	468,518	(311,234)	317,284	467,238	(475,792)	308,730
	<u>160,000</u>	<u>468,518</u>	<u>(311,234)</u>	<u>317,284</u>	<u>467,238</u>	<u>(475,792)</u>	<u>308,730</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			Balance at 30 June 2022 £
	Balance at 1 July 2020 £	Income £	Expenditure £	Balance at 1 July 2021 £	Income £	Expenditure £	
Building Better Opportunities (BBO)	(7,607)	165,205	(166,869)	(9,271)	98,285	(100,716)	(11,702)
The National Lottery	-	82,446	(82,446)	-	-	-	-
Emmaus UK	-	100,000	-	100,000	-	(2,400)	97,600
Cadent Foundation	-	5,000	(5,000)	-	-	-	-
HBBC Business Recovery	-	14,023	-	14,023	-	(14,023)	-
Leicestershire and Rutland Community Foundation	-	5,000	(5,000)	-	-	-	-
Leicestershire County Council	-	15,000	(7,056)	7,944	-	-	7,944
Lloyds Foundation	-	10,643	(8,153)	2,490	-	(2,490)	-
The Bailey Will Trust - Companion training & progression	13,157	-	(2,020)	11,137	-	(6,785)	4,352
The Bailey Will Trust - Property Purchase	10,000	-	-	10,000	-	(319)	9,681
Shires Community Grant	-	806	(806)	-	7,500	-	7,500
Barrat Development	-	-	-	-	1,000	(1,000)	-
Waitrose	-	-	-	-	900	(900)	-
	<u>15,550</u>	<u>398,123</u>	<u>(277,350)</u>	<u>136,323</u>	<u>107,685</u>	<u>(128,633)</u>	<u>115,375</u>

The charity has significant restricted funds carried forward, some of which were raised to enable the charity to purchase the property in 2021. As at the year end no costs had been allocated against this income.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

20 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds		Movement in funds		
	Balance at 1 July 2020	Income	Balance at 1 July 2021	Income	Balance at 30 June 2022
	£	£	£	£	£
Pera Foundation	188,545	-	188,545	-	188,545
	<u>188,545</u>	<u>-</u>	<u>188,545</u>	<u>-</u>	<u>188,545</u>
	<u><u>188,545</u></u>	<u><u>-</u></u>	<u><u>188,545</u></u>	<u><u>-</u></u>	<u><u>188,545</u></u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

21 Analysis of net assets between funds

	Unrestricted Funds		Designated funds		Restricted Funds		Total		Unrestricted Funds		Designated funds		Restricted Funds		Total	
	2022	£	2022	£	2022	£	2022	£	2021	£	2021	£	2021	£	2021	£
Fund balances at 30 June 2022 are represented by:																
Tangible assets	669,065		-		107,281		776,346		672,755		-		110,000		782,755	
Current assets/(liabilities)	209,660		188,545		8,094		406,299		230,667		188,545		26,323		445,595	
Long term liabilities	(569,995)		-		-		(569,995)		(586,138)		-		-		(586,138)	
	<u>308,730</u>		<u>188,545</u>		<u>115,375</u>		<u>612,650</u>		<u>317,284</u>		<u>188,545</u>		<u>136,323</u>		<u>642,152</u>	

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

22 Financial commitments, guarantees and contingent liabilities

A grant of £100,000 was received from Emmaus UK (a national charity which provides guidance and support for individual Emmaus communities such as Emmaus Leicestershire and Rutland) in 2021 and has been used to help purchase The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG as the community accommodation. This grant becomes repayable if the building is sold within 10 years of the agreement dated 12 October 2020 or if Emmaus Leicestershire and Rutland ceases to be a member of Emmaus UK within the same timeframe. The potential contingent liability is £100,000 being the full grant provided.

23 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	56,392	53,004
Between two and five years	169,000	4,294
	<u>225,392</u>	<u>57,298</u>

24 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	<u>63,504</u>	<u>89,012</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

25 Cash generated from operations	2022	2021
	£	£
(Deficit)/surplus for the year	(29,502)	278,057
Adjustments for:		
Investment income recognised in statement of financial activities	(8)	(7)
Depreciation and impairment of tangible fixed assets	6,409	4,914
Movements in working capital:		
(Increase) in debtors	(2,269)	(19,840)
Increase in creditors	4,328	11,348
Cash (absorbed by)/generated from operations	(21,042)	274,472

Emmaus Leicester and Rutland
Restricted, Unrestricted & Designated Funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Totals £
<u>INCOME</u>				
Donations	9,477	-	-	9,477
Grants	44,000	-	107,685	151,685
Shop Sales	250,167	-	-	250,167
Housing Benefit	161,662	-	-	161,662
Rent Received	1,924	-	-	1,924
Interest Received	8	-	-	8
	467,238	-	107,685	574,923
<u>PURCHASES</u>				
Goods Purchased for Resale	498	-	-	498
Ebay Sales Charges	-	-	-	-
	498	-	-	498
<u>DIRECT EXPENSES</u>				
Companion Expenses	68,829	-	8,795	77,624
	68,829	-	8,795	77,624
<u>OVERHEADS</u>				
Rent	70,221	-	6,300	76,521
Rates & Water	29,295	-	293	29,588
Insurance	12,237	-	106	12,343
Gas & Electricity	27,534	-	843	28,377
Tipping Charges	13,870	-	286	14,156
Motor Expenses	18,414	-	241	18,655
Postage & Stationery	7,402	-	420	7,822
Advertising	5,767	-	-	5,767
Telephone & Internet	9,019	-	541	9,560
Computer Software	5,092	-	299	5,391
Repairs & Renewals	44,680	-	14,023	58,703
Bank Charges	4,112	-	-	4,112
Wages & NI	103,558	-	91,023	194,581
Staff Expenses & Workwear	2,947	-	441	3,388
Sundry & Consumables	5,060	-	2,256	7,316
Professional Fees	8,632	-	47	8,679
Independent Examiners Fees	3,960	-	-	3,960
Accountancy Fees	2,880	-	-	2,880
Association Membership	4,898	-	-	4,898
Fundraising Costs	-	-	-	-
Depreciation - Motor Vehicles	3,690	-	-	3,690
Mortgage Interest	20,751	-	-	20,751
Emmaus Assembly	425	-	-	425
Licenses	661	-	-	661
Solidarity Donations	1,070	-	-	1,070
Volunteer Expenses	23	-	-	23
Trustees Expenses	267	-	-	267
Depreciation - Building	-	-	2,719	2,719
	406,465	-	119,838	526,303
TOTAL EXPENDITURE	475,792	-	128,633	604,425
NET SURPLUS (DEFICIT)	(8,554)	-	(20,948)	(29,502)
FUND TRANSFERS				
BALANCE B/FWD	317,284	188,545	136,323	642,152
BALANCE C/FWD	308,730	188,545	115,375	612,650

Emmaus Leicester and Rutland

Unrestricted Funds

	Emporium £	Castle Street £	Melton Shop £	Elm Lea £	Stockwell Head	Central Costs £	2022 Totals £	2021 Totals £
INCOME								
Donations	466	-	-	-	-	9,011	9,477	6,240
Grants	-	-	-	-	-	44,000	44,000	123,063
Shop Sales	229,416	20,751	-	-	-	-	250,167	176,972
Housing Benefit	-	-	-	161,662	-	-	161,662	161,875
Rent Received	1,924	-	-	-	-	-	1,924	361
Interest Received	-	-	-	-	-	8	8	7
	231,806	20,751	-	161,662	-	53,019	467,238	468,518
PURCHASES								
Goods Purchased for Resale	498	-	-	-	-	-	498	-
Ebay Sales Charges	-	-	-	-	-	-	-	-
	498	-	-	-	-	-	498	-
DIRECT EXPENSES								
Companion Expenses	-	-	-	62,096	-	6,733	68,829	57,058
	-	-	-	62,096	-	6,733	68,829	57,058
OVERHEADS								
Rent	-	5,833	17,568	46,820	-	-	70,221	47,447
Rates & Water	19,302	649	5,439	3,905	-	-	29,295	4,798
Insurance	4,931	817	924	3,537	-	2,028	12,237	5,774
Gas & Electricity	12,774	1,102	436	13,222	-	-	27,534	16,268
Tipping Charges	9,067	1,355	-	3,448	-	-	13,870	8,446
Motor Expenses	13,851	-	-	4,539	-	24	18,414	18,004
Postage & Stationery	5,894	112	-	64	-	1,332	7,402	7,400
Advertising	-	-	-	-	-	5,767	5,767	517
Telephone & Internet	3,224	523	-	3,504	-	1,768	9,019	6,455
Computer Software	2,132	-	-	-	-	2,960	5,092	7,255
Repairs & Renewals	-	99	-	23,500	18,019	3,062	44,680	13,178
Bank Charges	2,581	336	-	-	-	1,195	4,112	3,186
Wages & NI	-	-	-	29,249	14,089	60,220	103,558	69,603
Staff Expenses & Workwear	-	100	-	-	2,480	367	2,947	3,581
Sundry & Consumables	-	373	-	2,426	1,927	334	5,060	5,530
Professional Fees	-	1,540	-	3,103	(462)	4,451	8,632	15,748
Independent Examiners Fees	-	-	-	-	-	3,960	3,960	4,140
Accountancy Fees	-	-	-	-	-	2,880	2,880	2,750
Association Membership	-	-	-	-	-	4,898	4,898	6,188
Fundraising Costs	-	-	-	-	-	-	-	900
Depreciation - Motor Vehicles	3,000	-	-	690	-	-	3,690	4,914
Mortgage Interest	20,751	-	-	-	-	-	20,751	2,094
Emmaus Assembly	-	-	-	-	-	425	425	-
Licenses	336	325	-	-	-	-	661	-
Solidarity Donations	-	-	-	20	-	1,050	1,070	-
Volunteer Expenses	-	-	-	-	-	23	23	-
Trustees Expenses	-	-	-	-	-	267	267	-
	97,843	13,164	24,367	138,027	36,053	97,011	406,465	254,176
TOTAL EXPENDITURE	98,341	13,164	24,367	200,123	36,053	103,744	475,792	311,234
NET SURPLUS (DEFICIT)	133,465	7,587	(24,367)	(38,461)	(36,053)	(50,725)	(8,554)	157,284
FUND TRANSFERS	(133,465)	(7,587)	24,367	38,461	36,053	42,171	-	-
BALANCE B/FWD	-	-	-	-	-	317,284	317,284	160,000
BALANCE C/FWD	-	-	-	-	-	308,730	308,730	317,284

Emmaus Leicester and Rutland
Designated Funds

	Other Designated £	Pera Foundation £	2022 Totals £	2021 Totals £
<u>INCOME</u>				
Donations	-	-	-	-
	-	-	-	-
<u>OVERHEADS</u>				
Misc	-	-	-	-
	-	-	-	-
NET SURPLUS (DEFICIT)	-	-	-	-
FUND TRANSFERS	-	-	-	-
BALANCE B/FWD	-	188,545	188,545	188,545
BALANCE C/FWD	-	188,545	188,545	188,545

**Emmaus Leicester and Rutland
Restricted Funds**

	Building Better Opportunities £	Lloyds Foundation £	Leicestershire County Council £	Emmaus UK £	HBBC Business Recovery £	The Bailey Will Trust Companion £	The Bailey Will Trust Property £	Barret Development £	Waitrose £	Shires Community Grant £	2022 Totals £	2021 Totals £
INCOME												
Donations												806
Grants	98,285							1,000	900	7,500	107,685	397,317
Interest Received												
	98,285							1,000	900	7,500	107,685	397,317
DIRECT EXPENSES												
Companion Expenses	110					6,785		1,000	900		8,795	10,671
	110					6,785		1,000	900		8,795	10,671
OVERHEADS												
Training												
Rent	6,300										6,300	47,589
Rates & Water	293										293	4,494
Insurance	106										106	4,098
Gas & Electricity	843										843	14,845
Tipping Charges	286										286	4,071
Motor Expenses	241										241	92
Staff Travel												
Postage & Stationery	420										420	704
Advertising												
Telephone & Internet	541										541	2,978
Computer Software	299										299	1,147
Repairs & Renewals												
Wages & NI	91,023				14,023						14,023	18,343
Staff Expenses & Workwear	93	348									93	1,766
Sundry & Consumables	47										47	777
Professional Fees												
Accountancy Fees	114	2,142									2,256	
Other Expenses				2,400			319				2,400	
Depreciation - Building												
	100,606	2,490		2,400	14,023		319				119,838	266,679
TOTAL EXPENDITURE	100,716	2,490		2,400	14,023	6,785	319	1,000	900		128,633	277,350
NET SURPLUS (DEFICIT)	(2,431)	(2,490)		(2,400)	(14,023)	(6,785)	(319)			7,500	(20,948)	120,773
BALANCE B/FWD	(9,271)	2,490	7,944	100,000	14,023	11,137	10,000				136,323	15,550
BALANCE C/FWD	(11,702)		7,944	97,600		4,352	9,681			7,500	115,375	136,323

EMMAUS LEICESTERSHIRE AND RUTLAND

England & Wales - Charity number 1146326

Accounts

Charity Registration No. 1146326

Company Registration No. 07871687 (England and Wales)

EMMAUS LEICESTERSHIRE AND RUTLAND

(A COMPANY LIMITED BY GUARANTEE)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

EMMAUS LEICESTERSHIRE AND RUTLAND

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Emmaus UK Peter Savage Rachelle Maxwell Kulvinder Sethi Jeanne-Marie Douglas Rajesh Gohil Marcella Forrest Ann O'Connell Simon Stacey Emily Smith Clive Pitt	(Appointed 17 May 2021)
Secretary	Clive Pitt	
Charity number	1146326	
Company number	07871687	
Principal address	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Registered office	The Emporium Stockwell Head Hinckley Leicestershire LE10 1RG	
Independent examiner	David T Mayfield Mayfield & Co (Accountants) Ltd 2 Merus Court Meridian Business Park Leicester LE19 1RJ	
Bankers	Lloyds TSB Bank 54-56 Chestnut Drive Oadby Leicester LE2 5JG	

EMMAUS LEICESTERSHIRE AND RUTLAND

LEGAL AND ADMINISTRATIVE INFORMATION

Solicitors

Headleys Solicitors
15 Station Road
Hinckley
Leicestershire
LE10 1AW

EMMAUS LEICESTERSHIRE AND RUTLAND

CONTENTS

	Page
Trustees report	1 - 7
Independent examiner's report	8
Statement of financial activities	9
Balance sheet	10 - 11
Statement of cash flows	12
Notes to the financial statements	13 - 25

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2021

The trustees present their report and financial statements for the year ended 30 June 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

Policies and objectives; In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit and in particular to its supplementary public benefit guidance.

The objects of the charity are, without distinction, the alleviation of homelessness and relief of poverty, hardship and the distress they cause to those in need. In addition to its work locally, Emmaus Leicestershire and Rutland is a member of both Emmaus Europe and Emmaus International and contributes to the work of these organisations materially to establish and maintain Emmaus communities throughout the rest of the World.

Strategies for achieving objectives

Emmaus Leicestershire & Rutland provides a home, work, education and training for previously homeless or vulnerable people in and around Leicestershire and Rutland. It also welcomes people who are interested in the way of life and opportunities offered by being an Emmaus companion.

Emmaus Leicestershire & Rutland Companions each have a room of their own and work together collecting, refurbishing and selling donated goods. They have the opportunity to gain new skills and regain their self-respect while working to support other people in greater need.

Emmaus Leicestershire and Rutland also helps local disadvantaged people to set up home at a reasonable cost, working closely together with Social Services, other charities, local churches and other voluntary organisations. Emmaus International's work has been supported by donations following Solidarity Sales.

We would like to thank everyone who supports our work, the generous people who donate items to us for sale in our shops together with those who come and buy them, the members of the public, churches and groups who continue to donate money to us and support our activities practically by working with us. We would also like to thank those people who have come forward to volunteer in our Community; by so doing they support and encourage companions with their knowledge and experience.

A key feature of the work we do consists of solidarity between ourselves and the community and building on the work we do with our companions. We look to work with vulnerable people and those members of society who may have hit hard times, and look to bring structure to their lives, provide them with responsibility and hope to see a rise in their self-esteem as a consequence of the opportunities they are provided with. Our approach is significantly influenced by the original companion Georges and along with the other Emmaus groups we owe a debt of thanks to Father Henri Marie Joseph Grouès - better known as the "Abbe Pierre".

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2021

Public benefit statement

Emmaus activities are all designed to meet the needs of vulnerable people who may have hit on hard times. The charity's objects are to help with the relief of poverty, hardship and distress arising to those in need without distinction. Our activities are in conformance with the principles of the Emmaus movement as published from time to time by Emmaus UK.

We seek to provide accommodation or assistance in such provision, for homeless people in the area and such other places as may seem appropriate from time to time (the beneficiaries). We seek to provide the rehabilitation of the beneficiaries as appropriate and the provision of education, training (including, without limitation, employment training) and work opportunities and 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.

We believe we have achieved our charitable objectives and therefore provided a public benefit. We have capacity to house sixteen companions in accommodation and they are receiving the relevant support and training that they require, whilst having the opportunity to work and contribute to the future success of the charity.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Review of activities; This report covers the year since the AGM in November 2020. It sets out activities and changes within the organisation in that period and includes the accounts for the period 1 July 2020 to 30 June 2021.

This year has been another very busy period with the team working together to strengthen the role the charity plays in supporting the homeless and exploring opportunities for supporting the sustainability of its operations for the future. The staff team, companions and volunteers have contributed tremendously to the charity's performance this year.

We continue to invest in improving the awareness of Emmaus within the local communities and whilst this is a long term objective there have been a number of positive examples which serve to highlight the work that we do. Our relationships with local authorities and other voluntary and community sector organisations across the county are good and underpin the delivery of our service in local areas.

We are excited to confirm the purchase of buildings on Stockwell Head in Hinckley which has been a priority for a number of years. This begins the next phase of the Charity's vision to expand and increase its Service.

Our aim is to support our companions towards more fulfilled and independent lives whatever form it may take. We have continued to maintain our residences to a good standard and meeting our legal requirements.

We maintained a high occupancy level of our residential accommodation through the year reflecting the stability that we have enjoyed within the community. The companions were provided with support in their training and development through in house support and through external training providers.

We have continued to deliver The Brighter Futures Project managed in conjunction with Business2Business as lead partner and funded by European Social Fund and the Big lottery Community Fund.

Through this project we provide a wide range of learning and employment support interventions to tackle root causes of poverty and support holistic social inclusion in the Leicester and Leicestershire areas. Through the project Emmaus Leicestershire & Rutland is able to support those who are homeless, unemployed or economically inactive.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2021

Financial review

In financial terms in normal times the charity recognises it is operating in challenging conditions, with considerable competition within the business sector we operate in and access to funding is also difficult.

This year we have also coped with the challenges arising from the closure of our shops due to the pandemic caused by COVID-19. Our shops were closed for about 4.5 months. Based on our budget we lost approximately £62,000 in shop income during this time. We received £65,063 from the HMRC Covid-19 Local Authority Support and the Job Retention Scheme. Our surplus reflects stronger shop sales than expected when we were open and we were also successful in receiving other COVID related and business recovery grants which allowed us to maintain our reserves and our charitable services for the benefit of our companions.

With the help of a £100,000 grant from Emmaus UK and £15,000 from Leicestershire County Council, in May of this financial year we completed the purchase of the buildings at Stockwell Head where we have traded for many years as a successful business. This is a significant step in our plans to expand the community and become financially sustainable in the long term.

Our charity was set up with initial funding supplied to us from the Pera Foundation which financed our early years. The amount remaining from that fund has now been designated to support future growth or help manage our journey to sustainability.

We also continue to be supported from the generosity of other donors and grant making bodies, as well as other member groups within the wider Emmaus family; primarily towards the support work with companions or specific projects or capital acquisitions.

During the year we had total income of £866,641 and expenditure of £588,584. This resulted in a surplus for the year of £278,057 (2020: surplus of £125,596). The higher surplus this year is due partly to £115,000 in restricted grants for our property purchase and from higher donations, gifts and grants mainly COVID related which will be used to offset losses, secure our sustainability and maintain our reserves.

We will carry forward £136,323 of restricted funding, £107,944 of which relates to equity in our new property the remaining restricted funding we envisage will be spent in the ensuing years. A breakdown of these balances is shown in note 21 on page 23.

Our financial results enable us to achieve our charitable objective of providing a community for people who have been homeless, where they can live, receive support and develop skills and dignity through the community life and work within the social enterprise business.

Reserves policy

As a matter of policy the Trustees regularly review the level of reserves required to be held in order that the charity can maintain its operations into the future. Our revenue and capital reserves are reviewed regularly throughout the year.

Our reserves policy is to have at least three months of normal expenditure in free (cash) reserves at any one time. Our expenses totalled £588,584 for the year which would require reserves of at least £147,146. Our total reserves at the year-end were £642,152. Our reserves excluding equity in our new property of £157,847 (£760,000 purchase price minus £602,153 mortgage) were £484,305. Our cash balance at the year end was £410,615. Holding reserves of at least £147,146 as free reserves in cash plus £50,000 of working capital leaves £213,469 reserves above this limit.

This £213,469 of reserves which we calculate as above the minimum required policy limit would comprise our designated funds of £188,545 plus £24,924 of unrestricted funds. These will be used to support future growth and offset future risks and potential losses from our growth and expansion aims as outlined in our five year strategic plan.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2021

Apart from the risk of further losses due to COVID-19, our key financial risk going forward is from our plans to generate an extra £100,000 income per year which previously came from the Brighter Futures project which is due to end in March 2022. We plan to replace this income with increased retail sales and newly sourced long term funding. Also we face the risks of a possible fall in the level of housing benefit receivable, rising costs and not being able to secure the same level of general operating grant and donations that we have done up to now.

Principal Funding

The results of the year's operations are set out in the attached financial statements. Please refer to our Statement of Financial Activities which can be found on page 9 and our Balance Sheet on page 10.

We received funding from donations and legacies, which includes grant funding, and totalled £527,426 during the year which is an increase on 2020 (£351,135). This is due mainly to £115,000 restricted grants for our property purchase and relatively more COVID-19 related grants than 2020.

We received £161,875 from housing benefit (2020: £166,786) and raised £176,972 of funds through our shop sales and other activities (2020: £201,071).

Of the total funds received during the year £398,123 were restricted funds and £468,518 were unrestricted funds.

The restricted funds were from grants for our property purchase and from our partnership in a project called Brighter Futures. This project is funded by the Big Lottery Community Fund in partnership with the European Social Fund (ESF), together they have created a fund called Building Better Opportunities (BBO) which aims to tackle poverty and promote social inclusion. This BBO fund in turn funds a series of partnership projects in Leicestershire called Brighter Futures.

The staff have worked extremely hard to provide the necessary detailed supporting documentation for the Brighter Futures project which covers the important work they contribute to the success of the project and to securing this funding for the future sustainability of Emmaus Leicestershire & Rutland.

We use unrestricted funds to help to balance our Social Enterprise income and housing benefit over the costs of running the charity and supporting the companions.

Our designated fund of £188,545 consists of the original Pera Foundation which provided us with a charitable donation of £225,000 in 2012 and as at the 30 June 2020 there remained a balance of £130,408, to this we have added the surplus of £58,137 from 2020. This designated fund will be used to support future growth opportunities in line with our strategic plan to transition to a new level of sustainable operations for the community.

Finally, we take this opportunity to thank all our donors for their much needed contributions.

Risk Management

The Trustees regularly review their strategic and operational risks, also reviewing on a regular basis policy and procedures with regard to minimising the risks which the charity, its employees, companions, volunteers and customers might encounter. Health and safety and specific procedure notes exist for any areas of concern. Specific nominated personnel have overall responsibility for ensuring compliance. These cover, but not exclusively, workshops, misuse of drugs and alcohol, finance, manual handling, safeguarding and COSHH.

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2021

Plans for the future.

The income from our social enterprises has grown steadily and we will continue to manage our costs to maintain maximum operational efficiency. We have now purchased two adjacent buildings including the building where we have our main retail shop. Our strategy is to consolidate and expand our operations in one location and renovate part of the buildings to residential to relocate our companions to the same site. We will aim to increase our retail sales and funding income to replace the BBO, Brighter Futures funding which ceases in March 2022. We will seek capital funding for our renovation plans which we hope to have completed in the next three years.

We will continue to try to give our companions opportunities to take responsibility for their own lives and actions, in a supportive environment. A lot of effort has been put into encouraging them to tackle the roles and challenges ahead and for them to become more independent. We hope to continue working with them to improve their life skills with a view to moving on to live independently. We will continue to support those who prefer to remain within the Emmaus family and also to continue to work with other agencies in the area supporting each other along the way. The community will also seek to help more homeless and marginalised people in these testing times.

Finally, we will continue to work to raise the profile of members of the Emmaus family. Life within Emmaus will always be challenging because of the nature of the challenges faced by increasing numbers of homelessness within our society but we are confident that we will continue to accept those challenges with enthusiasm and commitment.

Structure, governance and management

Organisation

On the 5th December 2011 Emmaus Leicestershire and Rutland was incorporated under the Companies' Act 2006 as a private company limited by guarantee, registered number 07871687.

The company was granted charitable status on the 9th March 2012 under charity number 1146326.

Constitution

The charity is constituted under a Memorandum of Association dated 5th December 2011 and is a registered charity.

The Memorandum of Association has been amended in accordance with the wishes of Emmaus UK and a new constitution was agreed on 8th December 2014.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Emmaus UK

Peter Savage

Rachelle Maxwell

Kulvinder Sethi

Jeanne-Marie Douglas

Rajesh Gohil

Marcella Forrest

Harjit Saund

(Resigned 28 September 2021)

Ann O'Connell

Simon Stacey

Emily Smith

Karan Chadha

(Appointed 14 December 2020 and resigned 28 September 2021)

Clive Pitt

(Appointed 17 May 2021)

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2021

It was generally felt that the Board would benefit not only from additional Trustees, to share the load, but also from a wider range of skill, expertise and diversity. We will continue to encourage people with appropriate skills, free time and a passion to support our work to apply to join us.

Method of appointment or election of Trustees

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

Trustee nominations usually come from other Trustees within the charity, its supporters and through advertising in the local media and county wide networks.

These nominations must be approved by existing Trustees, in accordance with the Articles of Association. When specific skills are required, approaches would be made to people with relevant expertise who are sympathetic to the ethos of the Charity. If necessary, a Trustee would be co-opted specifically to cover the required function, the current Trustees are those shown on page 1.

Policies adopted for the induction and training of Trustees

Each new Trustee is briefed about the Community and their legal and ethical responsibilities as Trustees. Any prospective Trustee needs to attend one board meeting to observe the requirements and responsibilities to be undertaken. Then when an individual is ready to join the board an induction pack is given to each new Trustee to support the briefing prior to their appointment. In addition, there is an opportunity to attend a full day induction session run by Emmaus UK . Periodic appraisals are undertaken of 'Trustees skills and experience' and suitable training is offered.

Organisational structure and decision making

In order to work effectively towards the alleviation and relief of poverty in and around Leicestershire and Rutland, Trustees and the Leadership Team believe that the Companions are central to the existence of the organisation and this is reflected in the structure of the charity.

Each week a meeting of the whole community takes place in order to discuss and agree decisions which affect the community as a whole.

Related party relationship

Emmaus Leicestershire and Rutland is member of the Federation of Emmaus in the UK and continues to work closely with Communities, Groups and staff in the Federation.

Independent Examiners

A resolution will be proposed at the Annual General Meeting that David Mayfield of Mayfield and Co (Accountants) Ltd will be re-appointed as Independent Examiner to the charity for the ensuing year.

Trustees' liability

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

EMMAUS LEICESTERSHIRE AND RUTLAND

TRUSTEES REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2021

Chair's Report

It is my pleasure to provide a short summary of the 2020/ 2021 Emmaus Leicestershire and Rutland year.

Our Mission is 'to enable people to overcome homelessness in Leicestershire and Rutland' which we deliver by providing accommodation, work and supporting services to a group of companions based in Hinckley. I think it is fair to say that we have experienced an unusually high level of turbulence within our Charity in the past twelve months. This turbulence has created pressure for all of those associated with Emmaus and I want to put on record my thanks to everyone involved for their efforts during the year.

Once again our community has remained settled during the past year and this is a great credit to the Companions and those who work to support them. We have worked extremely hard to implement appropriate Covid-19 protections and at the time of writing have had no positive cases within the community. Needless to say we will continue to remain vigilant to ensure that companions remain safe.

In early 2020 and after an extended period of negotiation we completed the purchase of our existing and adjoining buildings at Stockwell Head, Hinckley. This is a landmark transaction for the charity giving us ownership of our primary trading base and crucially the foundation to expand and develop our community in line with our vision. The potential of this move is substantial and work will soon begin to bring forward plans which will enable us to see what might be possible.

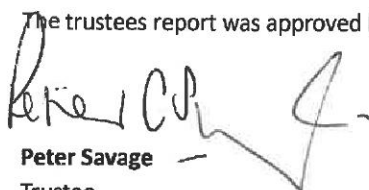
The Brighter Future's project team have continued to operate throughout the year and continue to provide support of various types to those who unfortunately become homeless, unemployed or economically inactive. This project has benefitted a number of people by providing assistance in the areas of support, advice and training to allow them to make progress towards work. It has also allowed Emmaus to evaluate its capability to provide complimentary services to those which we think of as our core offering.

There have been a number of changes to our Trustee Board this year and I am grateful to all for the level of engagement which has been provided. The focus on delivering high level service to Companions is central to our purpose and this is very much the philosophy which the Board applies to its oversight responsibilities.

As ever there are a number of priorities for us in the coming year including managing through some changes in our property holdings and management structure. This will ensure that we are kept busy in the next few months but against the backdrop of working to improve the companion experience- which I make no excuse for reminding everyone is the absolute reason that we exist.

Finally I must pay tribute to all those people who support our wonderful charity. The staff team have excelled this year and have been supported by Trustees perhaps more than ever. Finally I want to thank our volunteer team who work really hard to maintain and improve our Charity. And so, and despite everything, I think that 2020 and 2021 has been an overwhelmingly positive year for the charity and that is a reflection on those who are helping to make it work.

The trustees report was approved by the Board of Trustees.



Peter Savage

Trustee

Dated: 30 November 2021

EMMAUS LEICESTERSHIRE AND RUTLAND

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF EMMAUS LEICESTERSHIRE AND RUTLAND

I report to the trustees on my examination of the financial statements of Emmaus Leicestershire and Rutland (the charity) for the year ended 30 June 2021.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

Since the charity'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 , 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.



David T Mayfield

Mayfield & Co (Accountants) Ltd

2 Merus Court
Meridian Business Park
Leicester
LE19 1RJ

Dated: 30 November 2021

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2021

	Notes	Unrestricted funds general £	Designated funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income from:						
Donations and legacies	3	129,303	-	398,123	527,426	351,135
Charitable activities	4	161,875	-	-	161,875	166,786
Raising funds	5	176,972	-	-	176,972	201,071
Investments	6	7	-	-	7	26
Other income	7	361	-	-	361	-
Total income		468,518	-	398,123	866,641	719,018
Expenditure on:						
Charitable activities	8	311,234	-	277,350	588,584	593,422
Net income for the year/ Net movement in funds		157,284	-	120,773	278,057	125,596
Fund balances at 1 July 2020		160,000	188,545	15,550	364,095	238,499
Fund balances at 30 June 2021		317,284	188,545	136,323	642,152	364,095

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET

AS AT 30 JUNE 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	13		782,755		19,690
Current assets					
Debtors	14	94,565		74,724	
Cash at bank and in hand		410,615		308,896	
		<u>505,180</u>		<u>383,620</u>	
Creditors: amounts falling due within one year	17	(59,645)		(39,215)	
Net current assets			445,535		344,405
Total assets less current liabilities			<u>1,228,290</u>		<u>364,095</u>
Creditors: amounts falling due after more than one year	18		(586,138)		-
Net assets			<u><u>642,152</u></u>		<u><u>364,095</u></u>
Income funds					
Restricted funds	21		136,323		15,550
<u>Unrestricted funds</u>					
Designated funds	20	188,545		188,545	
General unrestricted funds		317,284		160,000	
		<u>505,829</u>		<u>348,545</u>	
			<u><u>642,152</u></u>		<u><u>364,095</u></u>

EMMAUS LEICESTERSHIRE AND RUTLAND

BALANCE SHEET (CONTINUED)

AS AT 30 JUNE 2021

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2021. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The accounts were approved by the Trustees on 30 November 2021



Ann O'Connell
Trustee

Company Registration No. 07871687

EMMAUS LEICESTERSHIRE AND RUTLAND

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	26		274,472		138,389
Investing activities					
Purchase of tangible fixed assets		(767,980)		-	
Proceeds on disposal of tangible fixed assets		-		4,909	
Investment income received		7		26	
Net cash (used in)/generated from investing activities			(767,973)		4,935
Financing activities					
Repayment of bank loans		602,153		-	
Payment of obligations under finance leases		(6,933)		(7,657)	
Net cash generated from/(used in) financing activities			595,220		(7,657)
Net increase in cash and cash equivalents			101,719		135,667
Cash and cash equivalents at beginning of year			308,896		173,229
Cash and cash equivalents at end of year			410,615		308,896

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

Charity information

Emmaus Leicestershire and Rutland is a private company limited by guarantee incorporated in England and Wales. The registered office is The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

(Continued)

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Nil
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

3 Donations and legacies

	Unrestricted funds general £	Restricted funds £	Total 2021 £	Total 2020 £
Donations and gifts	6,240	806	7,046	14,010
Grants receivable	123,063	397,317	520,380	337,125
	<u>129,303</u>	<u>398,123</u>	<u>527,426</u>	<u>351,135</u>
For the year ended 30 June 2020	<u>124,250</u>	<u>226,885</u>		<u>351,135</u>
Donations and gifts				
General donations	6,240	806	7,046	14,010
	<u>6,240</u>	<u>806</u>	<u>7,046</u>	<u>14,010</u>
Grants receivable for core activities				
Building Better Opportunities (BBO)	-	165,205	165,205	204,285
The National Lottery	-	82,446	82,446	-
Emmaus UK	-	100,000	100,000	-
Cadent Foundation	-	5,000	5,000	-
HBBC Business Recovery	-	14,023	14,023	-
HMRC Covid-19 Local Authority Support	55,143	-	55,143	75,000
Job Retention Scheme	9,920	-	9,920	2,240
Leicestershire and Rutland Community Foundation	-	5,000	5,000	4,600
Leicestershire County Council	-	15,000	15,000	18,000
Lloyds Foundation	33,000	10,643	43,643	33,000
Adept Care Homes	25,000	-	25,000	-
	<u>123,063</u>	<u>397,317</u>	<u>520,380</u>	<u>337,125</u>

4 Charitable activities

	2021 £	2020 £
Housing Benefit	161,875	166,786

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

5 Raising funds

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Shop income	176,972	201,071

6 Investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Interest receivable	7	26

7 Other income

	Unrestricted funds general 2021 £	Total 2020 £
Rental income	361	-

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

8 Charitable activities

	Unrestricted Charitable Expenditure 2021 £	Restricted Charitable Expenditure 2021 £	Total 2021 £	Total 2020 £
Staff costs	69,603	155,545	225,148	255,028
Depreciation and impairment	4,914	-	4,914	7,398
Staff training and expenses	3,581	1,766	5,347	2,243
Companion and fundraising expenses	57,058	10,671	67,729	63,217
Purchases including coffee shop	-	-	-	2,396
Rent, rates and water	52,245	52,083	104,328	107,357
Light and heat	16,268	14,845	31,113	31,845
Repairs, maintenance and computer equipment	20,433	19,490	39,923	30,987
Legal and professional fees	15,748	7,160	22,908	7,395
Insurance	5,774	4,098	9,872	10,020
Sundry expenses	12,618	777	13,395	11,159
Telephone, internet and television	6,455	3,070	9,525	11,212
Printing, postage and stationery	7,400	704	8,104	5,924
Advertising	517	2,978	3,495	5,770
Motor and travel expenses	18,004	92	18,096	23,297
Other charitable expenditure	10,540	4,071	14,611	8,070
	<u>301,158</u>	<u>277,350</u>	<u>578,508</u>	<u>583,318</u>
Share of governance costs (see note 9)	10,076	-	10,076	10,104
	<u>311,234</u>	<u>277,350</u>	<u>588,584</u>	<u>593,422</u>
Analysis by fund				
Unrestricted funds - general	311,234	-	311,234	365,665
Restricted funds	-	277,350	277,350	227,757
	<u>311,234</u>	<u>277,350</u>	<u>588,584</u>	<u>593,422</u>
For the year ended 30 June 2020				
Unrestricted funds - general	365,665	-		365,665
Restricted funds	-	227,757		227,757
	<u>365,665</u>	<u>227,757</u>		<u>593,422</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

9 Support costs	Support costs	Governance costs	2021	2020	Basis of allocation
	£	£	£	£	
Independent examiners fees	-	4,140	4,140	3,660	Governance
Accountancy fees	-	2,750	2,750	2,800	Governance
Bank charges	-	3,186	3,186	3,644	Governance
	<u>-</u>	<u>10,076</u>	<u>10,076</u>	<u>10,104</u>	
Analysed between Charitable activities	<u>-</u>	<u>10,076</u>	<u>10,076</u>	<u>10,104</u>	

Governance costs includes payments to the independent examiners of £4,140 (2020-£3,660) for examination fees.

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year.

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
General charitable activities	<u>9</u>	<u>9</u>
Employment costs	2021	2020
	£	£
Wages and salaries	<u>225,148</u>	<u>255,028</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

13 Tangible fixed assets

	Land and buildings	Motor vehicles	Total
	£	£	£
Cost			
At 1 July 2020	-	38,009	38,009
Additions	767,980	-	767,980
At 30 June 2021	767,980	38,009	805,989
Depreciation and impairment			
At 1 July 2020	-	18,320	18,320
Depreciation charged in the year	-	4,914	4,914
At 30 June 2021	-	23,234	23,234
Carrying amount			
At 30 June 2021	767,980	14,775	782,755
At 30 June 2020	-	19,690	19,690

For land and buildings, a new property was purchased just prior to the year-end and before refurbishment. On this basis no depreciation has been charged as the trustees consider the value to be in line with the purchase price of the property.

14 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	4,461	2,405
Other debtors	45,398	30,462
Prepayments and accrued income	44,706	41,857
	94,565	74,724

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

15 Loans and overdrafts

	2021 £	2020 £
Bank loans	602,153	-
Payable within one year	16,015	-
Payable after one year	586,138	-
Amounts included above which fall due after five years:		
Payable by instalments	516,854	-

The long-term loans are secured by fixed charges over the property The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG.

16 Finance lease commitments

Future minimum lease payments due under finance leases:

	2021 £	2020 £
Within one year	-	6,933

17 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans	15	16,015	-
Obligations under finance leases		-	6,933
Other taxation and social security		3,900	3,868
Trade creditors		15,707	2,935
Other creditors		15,213	12,219
Accruals and deferred income		8,810	13,260
		59,645	39,215

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

18 Creditors: amounts falling due after more than one year

	Notes	2021 £	2020 £
Bank loans	15	586,138	-

19 Unrestricted funds

	Balance at 1 July 2020 £	Movement in funds		Balance at 30 June 2021 £
		Income £	Expenditure £	
General Operating Activities	160,000	468,518	(311,234)	317,284
	<u>160,000</u>	<u>468,518</u>	<u>(311,234)</u>	<u>317,284</u>

20 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 July 2020 £	Movement in funds		Balance at 30 June 2021 £
		Income £	Expenditure £	
Pera Foundation	188,545	-	-	188,545
	<u>188,545</u>	<u>-</u>	<u>-</u>	<u>188,545</u>

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

21 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			Balance at 30 June 2021 £
	Balance at 1 July 2019 £	Income £	Expenditure £	Balance at 1 July 2020 £	Income £	Expenditure £	
The Van Fund	2,790	-	(2,790)	-	-	-	-
Building Better Opportunities (BBO)	(10,427)	204,285	(201,465)	(7,607)	165,205	(166,869)	(9,271)
The National Lottery	-	-	-	-	82,446	(82,446)	-
Emmaus UK	-	-	-	-	100,000	-	100,000
Cadent Foundation	-	-	-	-	5,000	(5,000)	-
HBBC Business Recovery	-	-	-	-	14,023	-	14,023
Leicestershire and Rutland Community Foundation	-	4,600	(4,600)	-	5,000	(5,000)	-
Leicestershire County Council	-	18,000	(18,000)	-	15,000	(7,056)	7,944
Lloyds Foundation	-	-	-	-	10,643	(8,153)	2,490
The Bailey Will Trust - Companion training & progression	14,059	-	(902)	13,157	-	(2,020)	11,137
The Bailey Will Trust - Property Purchase	10,000	-	-	10,000	-	-	10,000
Other	-	-	-	-	806	(806)	-
	<u>16,422</u>	<u>226,885</u>	<u>(227,757)</u>	<u>15,550</u>	<u>398,123</u>	<u>(277,350)</u>	<u>136,323</u>

The charity has significant restricted funds carried forward, some of which were raised to enable the charity to purchase the property during the year. As at the year end no costs had been allocated against this income.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

22 Analysis of net assets between funds

	Unrestricted Funds 2021 £	Designated funds 2021 £	Restricted Funds 2021 £	Total 2021 £	Total 2020 £
Fund balances at 30 June 2021 are represented by:					
Tangible assets	672,755	-	110,000	782,755	19,690
Current assets/(liabilities)	230,667	188,545	26,323	445,535	344,405
Long term liabilities	(586,138)	-	-	(586,138)	-
	<u>317,284</u>	<u>188,545</u>	<u>136,323</u>	<u>642,152</u>	<u>364,095</u>

23 Financial commitments, guarantees and contingent liabilities

A grant of £100,000 was received from Emmaus UK (a national charity which provides guidance and support for individual Emmaus communities such as Emmaus Leicestershire and Rutland) in 2021 and has been used to help purchase The Emporium, Stockwell Head, Hinckley, Leicestershire, LE10 1RG as the community accommodation. This grant becomes repayable if the building is sold or if Emmaus Leicestershire and Rutland ceases to be a member of Emmaus UK. At the year end the balance was £100,000.

24 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	53,004	95,844
Between two and five years	4,294	95,844
	<u>57,298</u>	<u>191,688</u>

Operating leases have previously related to rent commitments on 4 properties. During the year the charity purchased one of these properties, and had served notice on the remaining 3 properties. As a result, the charity's lease commitments are due to end in 2022.

The charity are currently in the process of negotiating the renewal of a lease on 1 of the properties, but no agreement had been reached as at the year end.

EMMAUS LEICESTERSHIRE AND RUTLAND

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2021

25 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021	2020
	£	£
Aggregate compensation	89,012	89,110

26 Cash generated from operations

	2021	2020
	£	£
Surplus for the year	278,057	125,596
Adjustments for:		
Investment income recognised in statement of financial activities	(7)	(26)
Depreciation and impairment of tangible fixed assets	4,914	7,398
Movements in working capital:		
(Increase)/decrease in debtors	(19,840)	8,062
Increase/(decrease) in creditors	11,348	(2,641)
Cash generated from operations	274,472	138,389