

LEEDS CENTRE FOR INTEGRATED LIVING

England & Wales · Charity number 1147077

Details

Other names LEEDS CIL

Status Registered

Legal form Charitable company

Company number [07534989](#)

Registered 2012-05-01

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

Contact

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Ship Canal House
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Activities

Objects: TO PROMOTE SOCIAL INCLUSION FOR THE PUBLIC BENEFIT AMONG DISABLED AND OLDER PEOPLE WHO ARE SOCIALLY EXCLUDED DUE TO DISABILITY OR AGE BY: 1. MEETING AND FACILITATING THE SUPPORT NEEDS OF DISABLED AND OLDER PEOPLE; 2. PROMOTING AND INCREASING THE OPPORTUNITIES FOR INDEPENDENT LIVING AVAILABLE TO DISABLED AND OLDER PEOPLE; 3. ASSISTING DISABLED AND OLDER PEOPLE TO MAKE CHOICES AND ACCESS THE SERVICES AND SUPPORT THEY MAY REQUIRE TO LIVE INDEPENDENTLY IN THE COMMUNITY WITH APPROPRIATE SUPPORT; 4. SUPPORTING AND EMPOWERING DISABLED AND OLDER PEOPLE SO THAT THEY MAY CARRY OUT SOCIAL ROLES (FOR EXAMPLE, WITHOUT LIMITATION, PARENT, EMPLOYEE, STUDENT, FRIEND AND PARTNER); 5. OTHERWISE PREVENTING THE SOCIAL EXCLUSION OF DISABLED AND OLDER PEOPLE.

Activities: Provide information, advice and services that help support disabled/older people to live independently in the community. Set up and manage support. Set up projects and working partners. Assist disabled/older people to provide peer support. Providing accessible meeting facilities for organisations to consult disabled/ older people on their views of services set up to support social inclusion.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** Disability
- **Who:** Elderly/old People, People With Disabilities

Geography

- Leeds City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	-	-	-	-
2024-03-31	£646,946	£719,716	£176,612	16
2023-03-31	£763,429	£896,193	£176,382	22
2022-03-31	£981,186	£1,126,298	£-957,854	32
2021-03-31	£934,752	£1,099,608	£-1,411,742	28
2020-03-31	£971,322	£1,151,664	£-839,886	27

Trustees

Name	Role	Appointed
CHRISTINE WOMACK		2011-12-12
Lily Wai-Chung U Cheng		2019-12-03
Muhammad Sajjad Raja		2019-12-03
ROB MORIARTY		2011-12-12

LEEDS CENTRE FOR INTEGRATED LIVING

England & Wales - Charity number 1147077

Accounts

COMPANY REGISTRATION NUMBER: 07534989
CHARITY REGISTRATION NUMBER: 1147077

Leeds Centre for Integrated Living
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2024

Leeds Centre for Integrated Living

Company Limited by Guarantee

Financial Statements

Year Ended 31 March 2024

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Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report)

Year Ended 31 March 2024

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2024.

Reference and Administrative Details

Registered charity name Leeds Centre for Integrated Living

Charity registration number 1147077

Company registration number 07534989

Principal office and registered office Cartelli House
2 Arthur Street
Stanningley
Leeds
LS28 6JY

The Trustees Ms C Womack
Mr R D Moriarty
Mr M S Raja
Ms L W Cheng

Independent Examiner Steven Williams FCA
Armstrong Watson LLP
Third Floor
10 South Parade
Leeds
LS1 5QS

Structure, Governance and Management

Governing Document

The company is governed under its Articles of Association, which include the company's charitable objects. In the event of the company being wound up members are required to contribute an amount not exceeding £1 per member.

Legal Structure

Leeds CIL was formerly part of Leeds City Council's Adult Social Care section. Leeds CIL was incorporated as a Company Limited by Guarantee on 18 February 2011 and the company started trading as a Disabled People's User-led Social Enterprise on 04 April 2011. The company acted as a charity from incorporation and obtained charitable status on 01 May 2012.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year Ended 31 March 2024

Structure, Governance and Management *(continued)*

Directors / Trustees

A minimum of 75% of Leeds CIL Board Directors, who are also charity Trustees, must be disabled people. All current Directors / Trustees are people living in Leeds. All the Directors / Trustees have experience of living in mainstream society and dealing with the disabling barriers that can cause social exclusion. The Board has a wide range of relevant personal experience, including people with business experience.

The Directors / Trustees agreed to set up a membership scheme during the company's first financial year from which future Directors / Trustees could be appointed as and when required to fulfil specific roles. The Articles of Association make provision for such appointments.

All the Directors / Trustees give their time voluntarily. Expenses regarding making meetings accessible for the Directors / Trustees are given in note 15 to the accounts. These expenses include accessible transport and personal assistance during meetings.

Risk Management

The principal risks to Leeds CIL as a going concern are financial. The company's main income is from a contract with Leeds City Council. The Council has had to accommodate a large reduction in its income since 2011 and this situation was compounded by the Coronavirus pandemic. We have broadened our income by providing services for Personal Health Budget (PHB) recipients and 'self-funders' who need our services but are not eligible for local authority support or choose not to use local authority support. We operate sound financial management overseen by our Chief Executive Officer and Office Manager, seeking advice from our accountants as required. Leeds CIL continues to liaise with our funders to ensure we are meeting requirements and providing best value.

Risk management within the company includes a proactive approach to health and safety by identifying risks and putting procedures in place to minimise them. A system of internal management controls has been put in place, including levels of responsibility for monitoring, processing, and authorising financial transactions. Leeds CIL is registered with the Fundraising Regulator. A comprehensive company insurance policy has been purchased and is reviewed each year before being updated as required. Leeds CIL is registered with the Information Commissioner's Office and is Cyber Essentials Certified. Information protection including online information safety and security training is provided for staff and updates about specific cyber threats are circulated.

Management and Service Delivery

The day-to-day management of the company and its service provision is delegated by the Directors / Trustees to the Chief Executive Officer, who works with a senior management team. The Chief Executive Officer reports to the Directors / Trustees at Board meetings. The senior management team are:

Susan Morrell: Chief Executive Officer
Dawn Lynch: Office Manager
Alison Payne: Payroll & MBA Services Manager

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year Ended 31 March 2024

Structure, Governance and Management *(continued)*

Related Parties

In so far as it is complimentary to the company's charitable objects, the company is guided by national and local policy regarding the aims of the Disabled People's Movement and central and local government and health service provision, particularly regarding the direction of travel for service provision for disabled and older people and families with disabled children. This includes the provision of Direct Payments, Personal Budgets and Personal Health Budgets. Whilst Leeds CIL is fully independent of Leeds City Council, we remain a key partner in their delivery of personalised services, which furthers our charitable objectives.

Leeds CIL has a pension scheme that is part of the West Yorkshire Pension Fund, through obtaining admitted body status.

Objectives and Activities

Leeds CIL Vision

'To ensure that all disabled and older people in Leeds can choose where they live and how they live'.

Leeds CIL Mission

'To be the gateway to Independent Living for disabled and older people and families with disabled children in Leeds, guiding people to the support and services that they can use to achieve their goals'.

The key motivation for the vision and mission statements is an acknowledgement of the fact that in the UK many disabled and older people are still not able to make the same choices as other citizens about where or how they live. The statements demonstrate a clear ambition to contribute social value to the city by promoting social inclusion for disabled and older people and families with disabled children in Leeds and by providing practical support and services to achieve that outcome. Disabled people created the CIL model on which our services are based and reducing dependency on segregated services is a crucial aspect of this model. We ensure that our customers can choose to use mainstream services and facilities and can be active citizens, carrying out the social roles that have often been denied to disabled people in the past, such as being a parent, student, volunteer and/or employee. When disabled people carry out these roles families and communities benefit from their involvement and they become role models for disabled children. The Vision & Mission statements have and will continue to play a central role in Leeds CIL's operations and in meeting our charitable objects.

The company's charitable objects as set out in the Articles of Association are:

To promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age by:

- (1) meeting and facilitating the support needs of disabled and older people;
- (2) promoting and increasing the opportunities for independent living available to disabled and older people;
- (3) assisting disabled and older people to make choices and access the services and support they may require to live independently in the community with appropriate support;
- (4) supporting and empowering disabled and older people so that they may carry out social roles (for example, without limitation, parent, employee, student, friend and partner); and
- (5) otherwise preventing the social exclusion of disabled and older people.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year Ended 31 March 2024

Objectives and Activities *(continued)*

Activities that contribute towards meeting the objects

Public Benefit

The Leeds CIL Directors / Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit to ensure that all our activities contribute to meeting our charitable objects and deliver public benefit. Our services have all been set up to deliver public benefit by enabling disabled and older people to achieve supported independent living and to contribute to their local communities. Our Theory of Change outcomes include both individual customer outcomes and contributions to the wider society:

- Improved choice and control
- Improved ability to live independently
- Improved health and wellbeing
- Improved relationships with family and friends
- Improved confidence and self-esteem
- Improved contributions to society
- Co-production and partnership working

Equality and Diversity in our service provision

Leeds CIL services are available citywide for disabled and older people and families with disabled children and/or adults who need support to live in mainstream society and be active citizens. We have no age limits for people using our services. We monitor categories of people using our services to check that we are reaching out to all the diverse communities in Leeds. We also ensure that our services are accessible to people who have access requirements or whose first language is not English, including Deaf people who use British Sign Language. Leeds CIL has a diverse staff team, which includes people who are representative of the local people we serve including: people from diverse communities, disabled people and people living with a long-term medical condition, parents/carers of disabled young people, older people, and carers of adult family members.

Services and Accessible Facilities

Leeds CIL provides services to meet our Charitable Objects. Most of our customers are people referred from Leeds City Council's Adults & Health section and Children's and Young Peoples Services and Leeds Continuing Healthcare. Most of these people either receive Personal Budgets or Direct Payments from the Council or Personal Health Budgets from Continuing Healthcare that they can use to set up support that will meet their assessed needs. Leeds CIL can also provide our services to people who use their own money to pay for any personal support they need. These 'self-funders' can be referred to Leeds CIL from the Council following a Council assessment of their needs, or they can be people who approach Leeds CIL independently to ask for assistance. The main Leeds CIL services during 2023-24 were:

- Managed Bank Account Service
- Payroll Service
- Training
- Consultancy and partnership
- Accessible meeting facilities

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year Ended 31 March 2024

Objectives and Activities *(continued)*

Managed Bank Accounts Service

Any person receiving funding from their Local Authority or Continuing Healthcare to be used to meet their own or a family member' assessed needs must set up a separate bank account for the funding. Some people have difficulty doing this, for example some people with learning difficulties or dementia and people who have a poor credit history. Leeds CIL has set up a Managed Bank Account Service in which a bank account is opened and administered on the customer's behalf. This service therefore removes a specific barrier that can prevent disabled and older people and families with disabled children from choosing supported independent living. The service can also be helpful to organisations that need to provide access to funding for agreed usage, including paying for short breaks and holiday support for children.

Payroll Service

Leeds CIL has full bureau payroll service for customers who employ their own support workers, usually called Personal Assistants (PAs). The service enables the customer to carry out all payroll tasks in line with employment legislation, financial regulations, tax, and pension requirements, as follows:

- Support to set up and use financial records including timesheets
- Support with undertaking calculations
- Support to register with HM Revenue & Customs if the customer wishes to administer the payroll for their workers themselves
- A payroll administration service directly provided by Leeds CIL
- Acting as the customer's agent in making payments to HM Revenue & Customs
- Production of wage slips for PAs and financial statements for employers
- Support with pension auto-enrolment, including set-up and making pension contributions
- Ongoing support if required, including dealing with financial discrepancies
- Enquiries from individual PAs employed by customers regarding information about their pay, for example their tax code.

Training

Training on being a good employer of your own support worker using a peer support model, for people who employ their own Personal Assistants.

Consultancy and partnerships

Leeds CIL has a wealth of experience in the field of independent living support and identifying and removing barriers that exclude disabled and older people. Leeds CIL staff can generate income for service development by working with other agencies that support disabled and older people and families with disabled children.

Accessible office and meeting facilities

The Leeds CIL premises are a self-contained suite of offices and meeting rooms with ICT connections throughout the building and accessible facilities for both customers and staff. This has good public transport access, helping to reduce car use. Equipment has been purchased and installed to enable 'hybrid' meetings in which present and remote participants can meet together. This broadens the range of people who can use the facilities, including reducing social isolation of customers who are unable to attend meetings and events in person. It can also provide a source of income from desk and room hire.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year Ended 31 March 2024

Objectives and Activities *(continued)*

Management pay and remuneration

Any annual increase to senior management pay is at the same percentage rate as for all employees. Any change to senior management pay rates is benchmarked against the pay rates in equivalent jobs in local authorities and the third sector. All changes to staff pay rates, including any annual increases, are subject to the approval of Leeds CIL's Board of Directors / Trustees. There is no bonus scheme at Leeds CIL, any annual surplus is reinvested in the charity in line with Leeds CIL's articles of association.

Strategic Report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and Performance

Managed Bank Account Service

The service continued removing a significant barrier to having choice and control over independent living support and playing a major role in meeting Leeds CIL's Aim and Charitable Objects. The service was operating 516 Managed Bank Accounts at the end of March 2024 to enable beneficiaries to manage their independent living support payments and pay for the services they choose to use.

Payroll Service

At the end of March 2024, the service was administering monthly payroll for 1149 individual PA employer customers, and administering the wages, HMRC and pension payments and other deductions for 1622 PAs as requested by their employers. The monthly payroll administration tasks have become more complex because of pension auto-enrolment and other legislative and tax changes. The Payroll Service team have absorbed and met all these changes and challenges, which without the service would have made being a PA employer and meeting payroll responsibilities too complex, difficult, and time-consuming for most of Leeds CIL's customers. It would also be a major barrier to enabling more people to use Personal Budgets and Personal Health Budgets to exercise choice and control over the support they need. In recognition of the value of Leeds CIL's Payroll Service to our customers, the service received the "2020 Payroll Bureau of the Year Award" at the IRIS national Customer Service Awards ceremony in February 2020.

Service provision feedback

Positive feedback for our person-centred and personalised service provision was received from Managed bank Accounts and Payroll Service customers throughout the year, for example:

"Thank you. You have been very helpful. It can make such a difference having a kind and understanding person on the phone 😊"

"We have been with CIL for nearly twelve years and I have nothing but praise, and many thanks again for your help and support"

"Thank you so much, You have gone out of your way to get this sorted, Much appreciated."

"Thank you so much. I am so very glad you help so much. Just letting you know that I appreciate the work you do on my behalf without your help I would be rattling around a care home somewhere x you are appreciated."

Leeds Centre for Integrated Living Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year Ended 31 March 2024

Service provision feedback *(continued)*

"Thank you so much. I am so very glad you help so much. Just letting you know that I appreciate the work you do on my behalf without your help I would be rattling around a care home somewhere x you are appreciated."

"Just wanted to say a big Thank You for all your help throughout the year, you've been a star 😊 Thank You (and keep up the good work)"

"Thankyou for your email and doing the payroll for me. I really appreciate it"

"Thank you so much for sending me the sample time sheet, I could give you a hug right now!"

"Can i take this opportunity to say how very helpful and efficient you are in general. You answer my queries when i have them and you do a fantastic job at providing me with salary calculations and payment breakdown every month. Your turn around is so quick and that is very helpful to me when i am trying to get the payments made to CIL for the salary before i get distracted by life."

"I have loved your excellent service, which has been a revelation to me, and I shall be recommending this to friends."

"thanks for your continuous support and care"

"We want to say a big thank you for your help, caring and understanding, we are so grateful for your support"

"I would really like to take the opportunity to say a big thank you for looking after us! We have been with you for the last 16 years (I think 😊) Thank you for all of the support and help throughout 😊"

Training

'How to manage your PA: Tips and good practice' hybrid peer support training sessions were provided from September 2023 to March 2024, funded by the Skills for Care grant scheme for Disabled People's User-led Organisations. Positive feedback was received from participants, for example:

"a valuable experience to share good practice"

"The trainer led the course perfectly, he was informative, interesting and inspirational"

"Plenty of information"

"Lot of clarity"

"It has been extremely helpful"

Partnership Working

Leeds CIL staff continued to work with partners to the benefit of customers and the wider community and supporting programs for annual events including the International Day of Disabled People.

Financial Review

The attached financial statements show the results for the year. The strategic approach of ongoing very careful monitoring and control of costs was maintained during 2023-24. The Trustees can report a deficit before the movement on the LGPS pension scheme.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year Ended 31 March 2024

Financial Review *(continued)*

Leeds CIL's largest income source has been a contract with Leeds City Council (LCC). LCC put in place a contract extension for Leeds CIL to continue delivering the Leeds CIL Managed Bank Account and Payroll Services up to the end of March 2025, while the Council continued to draw up plans for a procurement process for future Managed Bank Account and Payroll Services. Other funding included service-user fees from customers receiving individual Personal Health Budgets funding from the NHS and from donations.

LCC's decision to provide Personal Assistant recruitment support from within the Council area social worker teams instead of being provided as it had been successfully since 2011 by a user-led organisation, resulted in a significant loss of income for Leeds CIL during the previous financial year. Managing this process incurred significant unfunded additional costs including management time and obtaining employment and other legal advice. This resulted in detrimental consequences into the 2023-24 financial year. As well as additional financial cost, plans to develop new support for beneficiaries and new income streams had to be put on hold. Also, the uncertainty as to the nature, value and release timeline of the expected LCC future Payroll and Managed Bank Accounts support contract caused an increase in staff turnover and difficulties recruiting replacement staff.

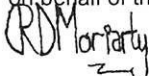
The Trustees and senior management team put in place cost reduction measures where possible whilst avoiding a resulting drop in service quality. The long-awaited new LCC contract procurement process took place during the summer of 2024. On reviewing the contract documents it became clear that as a small-medium local charity Leeds CIL was unlikely to be able to compete with private sector financial businesses in terms of systems and price. Leeds CIL submitted a bid for the contract and was informed at the end of October 2024 that this was unsuccessful. The Trustees therefore note that Leeds CIL in its current form would not be a going concern from April 2025 but believe that there is still a need for a CIL in Leeds.

Plans for Future Periods

At the time of finalising this report in early November 2024 (delayed so that outcome of the new contract bid could be included) the Trustees and management team were working on next actions regarding that outcome. This builds on work already in progress. During the latter half of 2024 Leeds CIL has been assisted by local business and charity advisers to develop a strategy for diversifying service and support provision that can be developed around a local authority service provision contract, or separately from one if Leeds CIL no longer has such a contract. This work is informed by a customer survey on unmet need and an Away Day in June 2024 during which the staff team, Trustee and customer representatives reviewed Leeds CIL's purpose and identified potential partners, whilst carrying out action planning on meeting specific areas of independent living unmet need. Leeds CIL intends to fund these charitable activities through a combination of grant funding, fundraising income and donations, hot desk and meeting room hire, and other sources of income through service provision.

It is clear that to remain a viable going concern Leeds CIL will need to downsize and restructure. It is the Trustees' understanding that over half of the current 17 employees have the right to transfer to the business that has been awarded the LCC contract. The Trustees believe that Leeds CIL can be a going concern as a smaller organisation by meeting unmet need in several areas of independent living support and is working with local business and charity advisers to produce a business and finance plan for becoming a restructured charity from April 2025.

The trustees' annual report and the strategic report were approved on 13 December 2024 and signed on behalf of the board of trustees by:



Mr R D Moriarty
Trustee

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Leeds Centre for Integrated Living

Year Ended 31 March 2024

I report to the trustees on my examination of the financial statements of Leeds Centre for Integrated Living ('the company') for the year ended 31 March 2024.

Responsibilities and Basis of Report

As the trustees of the company (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 accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

Since the 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 the Institute of Chartered Accountants in England and Wales (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:

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).

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2024

Material uncertainty related to going concern

I draw attention to note 22 in the financial statements, which states that following the year end, the company suffered a loss of income as a significant source of funding for charitable activities was withdrawn. Note 22 explains that the charity has plans to operate on a smaller restructured basis, but that these plans are currently unconfirmed, and that this indicates that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern. My opinion is not modified in respect of this matter.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Steven Williams FCA
Independent Examiner

Armstrong Watson LLP

Third Floor
10 South Parade
Leeds
LS1 5QS

17th December 2024

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year Ended 31 March 2024

		Unrestricted funds	2024 Restricted funds	2023 Total funds	Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	419	–	419	434
Charitable activities	6	609,755	26,568	636,323	760,322
Investment income	7	10,204	–	10,204	2,673
Total income		<u>620,378</u>	<u>26,568</u>	<u>646,946</u>	<u>763,429</u>
Expenditure					
Expenditure on charitable activities	8,9,10	697,169	22,547	719,716	896,193
Total expenditure		<u>697,169</u>	<u>22,547</u>	<u>719,716</u>	<u>896,193</u>
Net income / (expenditure)		<u>(76,791)</u>	<u>4,021</u>	<u>(72,770)</u>	<u>(132,764)</u>
Other recognised gains and losses					
Effect on asset ceiling non recognition of asset		(94,000)	–	(94,000)	(73,000)
Actuarial gains/(losses) on defined benefit pension schemes		<u>167,000</u>	–	<u>167,000</u>	<u>1,340,000</u>
Net movement in funds		<u>(3,791)</u>	4,021	230	1,134,236
Reconciliation of funds					
Total funds brought forward		<u>172,755</u>	<u>3,627</u>	<u>176,382</u>	<u>(957,854)</u>
Total funds carried forward		<u>168,964</u>	<u>7,648</u>	<u>176,612</u>	<u>176,382</u>

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

The notes on pages 15 to 27 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Position

Year Ended 31 March 2024

	Note	2024 £	£	2023 £	£
Fixed Assets					
Tangible fixed assets	16		34,862		33,494
Current Assets					
Debtors	17	34,707		38,339	
Cash at bank and in hand		980,458		987,521	
		<u>1,015,165</u>		<u>1,025,860</u>	
Creditors: amounts falling due within one year	18	<u>873,415</u>		<u>882,972</u>	
Net Current Assets			<u>141,750</u>		<u>142,888</u>
Total Assets Less Current Liabilities			<u>176,612</u>		<u>176,382</u>
Net Assets Excluding Defined Benefit Pension Plan Liability			<u>176,612</u>		<u>176,382</u>
Defined benefit pension plan liability	19		—		—
Net Assets Including Defined Benefit Pension Plan Liability			<u>176,612</u>		<u>176,382</u>
Funds of the Charity					
Restricted funds			7,648		3,627
Unrestricted funds:					
Defined benefit pension reserve		—		—	
Other unrestricted income funds		<u>168,964</u>		<u>172,755</u>	
Total unrestricted funds			<u>168,964</u>		<u>172,755</u>
Total charity funds	20		<u>176,612</u>		<u>176,382</u>

For the year ending 31 March 2024 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

The statement of financial position
continues on the following page.

The notes on pages 15 to 27 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Position *(continued)*

Year Ended 31 March 2024

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

These financial statements were approved by the board of trustees and authorised for issue on 13 December 2024 and are signed on behalf of the board by:

A handwritten signature in black ink that reads "R D Moriarty". The signature is written in a cursive style with a small flourish at the end.

Mr R D Moriarty
Trustee

The notes on pages 15 to 27 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Cash Flows

Year Ended 31 March 2024

	2024 £	2023 £
Cash Flows from Operating Activities		
Net income /(expenditure)	(72,770)	(132,764)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	10,840	10,733
Other interest receivable and similar income	(10,204)	(2,673)
Interest payable and similar charges	300	275
Defined benefit pension plan employer contributions	74,000	93,000
Accrued (income)/expenses	(1,780)	1,230
Pension fund costs	(1,000)	23,000
<i>Changes in:</i>		
Trade and other debtors	3,631	33,596
Trade and other creditors	(7,776)	282,405
Cash (used in) /generated by operations	<u>(4,759)</u>	<u>308,802</u>
Interest paid	(300)	(275)
Interest received	<u>10,204</u>	<u>2,673</u>
Net cash (used in)/ generated by operating activities	<u><u>5,145</u></u>	<u><u>311,200</u></u>
Cash Flows from Investing Activities		
Purchase of tangible assets	<u>(12,208)</u>	<u>(8,865)</u>
Net cash used in investing activities	<u><u>(12,208)</u></u>	<u><u>(8,865)</u></u>
Net Increase in Cash and Cash Equivalents	(7,063)	302,335
Cash and Cash Equivalents at Beginning of Year	<u>987,521</u>	<u>685,186</u>
Cash and Cash Equivalents at End of Year	<u><u>980,458</u></u>	<u><u>987,521</u></u>

The notes on pages 15 to 27 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2024

1. General Information

The principal activity of the charity during the year was to promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age. More information is included in the Trustees' report on pages 1 to 9.

The charity is a public benefit entity and a private company limited by guarantee which is incorporated and registered in England (no. 07534989) and Registered Charity no. 1147077. The address of the registered office is:

Cartelli House
2 Arthur Street
Stanningley
Leeds
LS28 6JY

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Details of these judgements are set out in the accounting policies.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

3. Accounting Policies *(continued)*

Fund Accounting

Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Incoming Resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources Expended

All resources expended are included in the Statement of Financial Activities on an accruals basis.

Costs of activities in furtherance of the charity's objectives comprise all costs in respect of and directly attributable to providing an independent living support service.

Governance costs represent the expenses in connection with the administration of the charity and compliance with constitutional and statutory requirements.

Certain expenditure is directly attributable to specific activities and has been included in these categories. Certain other costs, which are attributable to more than one activity, are apportioned across categories on the basis of an estimate of the proportion of time spent by staff on those activities.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

3. Accounting Policies *(continued)*

Operating Leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold improvements	-	Over the life of the lease
Office equipment	-	25% straight line
Service user equipment	-	25% straight line

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

3. Accounting Policies *(continued)*

Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

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 the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Defined Benefit Plans

The company recognises a defined net benefit pension asset or liability in the statement of financial position as the net total of the present value of its obligations and the fair value of plan assets out of which the obligations are to be settled. The defined benefit liability is measured on a discounted present value basis using a rate determined by reference to market yields at the reporting date on high quality corporate bonds. Defined benefit obligations and the related expenses are measured using the projected unit credit method. Plan surpluses are recognised as a defined benefit asset only to the extent that the surplus is recoverable either through reduced contributions in the future or through refunds from the plan.

Changes in the net defined benefit asset or liability arising from employee service are recognised in income or expenditure as a current service cost where it relates to services in the current period and as a past service cost where it relates to services in prior periods. Costs relating to plan introductions, benefit changes, curtailments and settlements are recognised in income or expenditure in the period in which they occur.

Net interest is determined by multiplying the net defined benefit liability by the discount rate, both as determined at the start of the reporting period, taking account of any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. Net interest is recognised in income or expenditure.

4. Limited by Guarantee

The company is limited by guarantee, having no share capital. Members liability in the event of winding up of the company is limited to £1 each.

5. Donations and Legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	419	419	434	434

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

6. Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Payments from governments or public authorities in the normal course of trading	533,500	–	533,500
Performance-related grants	–	26,568	26,568
Service user fees	76,255	–	76,255
	<u>609,755</u>	<u>26,568</u>	<u>636,323</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Payments from governments or public authorities in the normal course of trading	649,093	–	649,093
Performance-related grants	–	14,783	14,783
Service user fees	96,446	–	96,446
	<u>745,539</u>	<u>14,783</u>	<u>760,322</u>

7. Investment Income

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Bank interest receivable	10,204	10,204	2,673	2,673

8. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Independent Living Support service	323,468	1,250	324,718
Support costs	373,701	21,297	394,998
	<u>697,169</u>	<u>22,547</u>	<u>719,716</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Independent Living Support service	431,410	–	431,410
Support costs	451,197	13,586	464,783
	<u>882,607</u>	<u>13,586</u>	<u>896,193</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

9. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly £	Support costs £	Total funds 2024 £	Total fund 2023 £
Independent Living Support service	324,718	385,200	709,918	851,208
Governance costs	–	9,798	9,798	44,985
	<u>324,718</u>	<u>394,998</u>	<u>719,716</u>	<u>896,193</u>

10. Analysis of Support Costs

	Independent Living Support service £	Total 2024 £	Total 2023 £
Staff costs	211,214	211,214	251,888
Premises	72,608	72,608	69,859
Communications and IT	43,946	43,946	51,942
Governance costs	9,798	9,798	44,985
Training	2,402	2,402	518
Printing, stationery and marketing	18,742	18,742	16,389
Access to Work costs	21,297	21,297	13,586
Legal and professional fees	2,953	2,953	3,107
Depreciation	10,840	10,840	10,733
Other office costs	1,198	1,198	1,776
	<u>394,998</u>	<u>394,998</u>	<u>464,783</u>

11. Taxation

The company is a registered charity and has obtained confirmation from HMRC that it is a charitable company and meets the exemption from corporation tax under Schedule 6 of the Finance Act 2010. All income and expenditure is applied for charitable purposes and hence the result for the year is treated as being exempt from corporation tax.

12. Net Expenditure

Net expenditure is stated after charging/(crediting):

	2024 £	2023 £
Depreciation of tangible fixed assets	<u>10,840</u>	<u>10,733</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

13. Independent Examination Fees

	2024	2023
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>8,700</u>	<u>8,700</u>

14. Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2024	2023
	£	£
Wages and salaries	368,630	435,609
Social security costs	26,378	33,645
Employer contributions to pension plans	74,000	176,833
	<u>469,008</u>	<u>646,087</u>

The average head count of employees during the year was 16 (2023: 22). The average number of full-time equivalent employees during the year is analysed as follows:

	2024	2023
	No.	No.
Number of direct payroll staff	9	12
Number of administrative staff	4	5
Number of management staff	3	5
	<u>16</u>	<u>22</u>

No employee received employee benefits of more than £60,000 during the year (2023: none).

Key Management Personnel

Key management personnel of the charity comprise the trustees, the Chief Executive Officer, the Office Manager, the Payroll and Managed Bank Account Services Manager and the Team leader payroll services. The total remuneration for the key management personnel during the year was £148,742 (2023 - £177,949).

15. Trustee Remuneration and Expenses

Travel expenses of £nil (2023 - £nil) were paid on behalf of all the Trustees, when they attend meetings. No other remuneration is paid to Trustees.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

16. Tangible Fixed Assets

	Leasehold improvements £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 April 2023	42,114	1,971	56,715	100,800
Additions	–	–	12,208	12,208
At 31 March 2024	<u>42,114</u>	<u>1,971</u>	<u>68,923</u>	<u>113,008</u>
Depreciation				
At 1 April 2023	16,636	1,971	48,699	67,306
Charge for the year	4,211	–	6,629	10,840
At 31 March 2024	<u>20,847</u>	<u>1,971</u>	<u>55,328</u>	<u>78,146</u>
Carrying amount				
At 31 March 2024	<u>21,267</u>	<u>–</u>	<u>13,595</u>	<u>34,862</u>
At 31 March 2023	<u>25,478</u>	<u>–</u>	<u>8,016</u>	<u>33,494</u>

17. Debtors

	2024 £	2023 £
Trade debtors	16,732	8,504
Prepayments and accrued income	17,975	29,835
	<u>34,707</u>	<u>38,339</u>

Included within trade debtors is a balance of £9,629 (2023 - £3,929) which relates to amounts due from customers to cover payroll services.

18. Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	360,749	426,730
Accruals and deferred income	15,950	17,730
Social security and other taxes	26,000	26,002
Pension fund	1,647	7,553
Other creditors	469,069	404,957
	<u>873,415</u>	<u>882,972</u>

Included within trade creditors is a balance of £346,220 (2023 - £407,046) which relates to funds paid in advance by customers to cover payroll services.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

19. Pensions and Other Post Retirement Benefits

Defined benefit plans

The company's pension scheme is part of the West Yorkshire Pension Fund administered by the City of Bradford Metropolitan Council. Benefits are based on final pensionable pay and contributions are charged to the income and expenditure account so as to spread the costs of the pension over the employees' working lives with the company. The contributions are determined by a qualified actuary (on the basis of triennial valuations using the projected unit method). The expected employer contributions for next year are at a rate of 0%.

The most recent valuation was carried out for the defined benefit scheme at 31 March 2022 by AON Solutions UK Limited using the Projected unit method and revised contribution rates have been effective from 1 April 2023.

The statement of financial position net defined benefit liability is determined as follows:

	2024	2023
	£	£
Present value of defined benefit obligations	(2,129,000)	(2,056,000)
Fair value of plan assets	<u>2,299,000</u>	<u>2,129,000</u>
	<u>170,000</u>	<u>73,000</u>

Changes in the present value of the defined benefit obligations are as follows:

	2024
	£
At 1 April 2023	2,056,000
Current service cost	74,000
Interest expense	96,000
Benefits paid	(35,000)
Contributions by plan participants	21,000
Remeasurements:	
Actuarial gains and losses	(83,000)
Settlements	-
At 31 March 2024	<u>2,129,000</u>

Changes in the fair value of plan assets are as follows:

	2024
	£
At 1 April 2023	2,129,000
Interest income	100,000
Benefits paid	(35,000)
Contributions by employer	-
Contributions by plan participants	21,000
Remeasurements:	
Actuarial gains and losses	84,000
Settlements	-
At 31 March 2024	<u>2,299,000</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

19. Pensions and Other Post Retirement Benefits *(continued)*

The total costs for the year in relation to defined benefit plans are as follows:

	2024	2023
	£	£
Recognised in income or expenditure:		
Current service cost	74,000	177,000
Net interest (income) / expense	(1,000)	23,000
	<u>73,000</u>	<u>200,000</u>

The fair value of the major categories of plan assets are as follows:

	2024	2023
	%	%
Equity instruments	79.40	80.80
Debt instruments	12.70	11.50
Property	2.80	3.30
Cash and cash equivalents	1.80	2.30
Other	3.30	2.10

The return on plan assets are as follows:

	2024	2023
	£	£
Return on assets of benefit plan	<u>41,000</u>	<u>41,000</u>

The principal actuarial assumptions as at the statement of financial position date were:

	2024	2023
	%	%
Discount rate	4.80	4.70
Expected rate of salary increase	3.85	3.95
Expected rate of increase in pensions	2.60	2.70
Inflation assumption	2.60	2.70
Other	<u>2.60</u>	<u>2.70</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

20. Analysis of Charitable Funds

Unrestricted funds

	At 1 Apr 2023	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2024
	£	£	£	£	£	£	£
General funds	172,755	620,378	(624,169)	–	–	–	168,964
Pension	–	–	(73,000)	–	(94,000)	167,000	–
	<u>172,755</u>	<u>620,378</u>	<u>(697,169)</u>	<u>–</u>	<u>(94,000)</u>	<u>167,000</u>	<u>168,964</u>

	At 1 Apr 2022	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2023
	£	£	£	£	£	£	£
General funds	190,716	748,646	(766,607)	–	–	–	172,755
Pension	(1,151,000)	–	(116,000)	467,000	(73,000)	873,000	–
	<u>(960,284)</u>	<u>748,646</u>	<u>(882,607)</u>	<u>467,000</u>	<u>(73,000)</u>	<u>873,000</u>	<u>172,755</u>

Restricted funds

	At 1 Apr 2023	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2024
	£	£	£	£	£	£	£
Access to work	1,544	20,568	(21,297)	–	–	–	815
TDS	2,083	6,000	(1,250)	–	–	–	6,833
	<u>3,627</u>	<u>26,568</u>	<u>(22,547)</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>7,648</u>

	At 1 Apr 2022	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2023
	£	£	£	£	£	£	£
Access to work	347	14,783	(13,586)	–	–	–	1,544
TDS	2,083	–	–	–	–	–	2,083
	<u>2,430</u>	<u>14,783</u>	<u>(13,586)</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>3,627</u>

Access to Work

Specific funds are received on an annual basis to cover the costs of a Personal Assistant for S Morrell, Chief Executive.

TDS

Specific funding given to provide a training and development service for employers.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

21. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Tangible fixed assets	34,862	–	34,862
Current assets	1,007,517	7,648	1,015,165
Creditors less than 1 year	(873,415)	–	(873,415)
Defined benefit pension	–	–	–
Net assets	<u>168,964</u>	<u>7,648</u>	<u>176,612</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	33,494	–	33,494
Current assets	1,022,233	3,627	1,025,860
Creditors less than 1 year	(882,972)	–	(882,972)
Defined benefit pension	–	–	–
Net assets	<u>172,755</u>	<u>3,627</u>	<u>176,382</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2024

22. Going Concern

The trustees have prepared the financial statements on a going concern basis.

As set out in the Financial Review and Plans For Future Periods sections on pages 7 and 8 respectively, following the year end Leeds City Council undertook a procurement exercise in respect of the contract to provide PA payroll services, and awarded the contract from 1 April 2025 to another organisation. This will result in a significant loss of income going forward.

The charity had reserves of £176,612 at 31 March 2024 and the Trustees believe that Leeds CIL can be a going concern as a smaller organisation by meeting unmet need in several areas of independent living support and is working with local business and charity advisers to produce a business and finance plan for becoming a restructured charity from April 2025.

However, at the time of this report, the charity's plans to operate as a restructured charity are unconfirmed. Accordingly the Trustees believe that the absence of a confirmed plan to carry out charitable activities, and associated funding, represents a material uncertainty in relation to going concern.

23. Analysis of Changes in Net Debt

	At 1 Apr 2023	Cash flows	At 31 Mar 2024
	£	£	£
Cash at bank and in hand	<u>987,521</u>	<u>(7,063)</u>	<u>980,458</u>

24. Operating Lease Commitments

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

	2024	2023
	£	£
Due within one year	41,700	41,700
Later than 1 year and not later than 5 years	166,800	10,425
Later than 5 years	<u>10,425</u>	-
	<u>218,925</u>	<u>52,125</u>

25. Related Parties

The Trustees and their families are able to access the services of Leeds CIL on the same basis as the rest of the community and do not receive any special treatment. The services that are provided are always based on the needs of the client and are bespoke to that individual.

LEEDS CENTRE FOR INTEGRATED LIVING

England & Wales - Charity number 1147077

Accounts

**Leeds Centre for Integrated Living
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2023**

Leeds Centre for Integrated Living

Company Limited by Guarantee

Financial Statements

Year Ended 31 March 2023

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Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year Ended 31 March 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and Administrative Details

Registered charity name	Leeds Centre for Integrated Living
Charity registration number	1147077
Company registration number	07534989
Principal office and registered office	Cartelli House 2 Arthur Street Stanningley Leeds LS28 6JY
The Trustees	Ms J Fisher Ms C Womack Mr R D Moriarty Mr M S Raja Ms L W Cheng (Retired 18 October 2022)
Independent Examiner	Martin Knaggs FCCA Armstrong Watson LLP Third Floor 10 South Parade Leeds LS1 5QS

Structure, Governance and Management

Governing Document

The company is governed under its Articles of Association, which include the company's charitable objects. In the event of the company being wound up members are required to contribute an amount not exceeding £1 per member.

Legal Structure

Leeds CIL was formerly part of Leeds City Council's Adult Social Care section. Leeds CIL was incorporated as a Company Limited by Guarantee on 18 February 2011 and the company started trading as a Disabled People's User-led Social Enterprise on 04 April 2011. The company acted as a charity from incorporation and obtained charitable status on 01 May 2012.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Structure, Governance and Management *(continued)*

Directors / Trustees

A minimum of 75% of Leeds CIL Board Directors, who are also charity Trustees, must be disabled people. All current Directors / Trustees are people living in Leeds. All the Directors / Trustees have experience of living in mainstream society and dealing with the disabling barriers that can cause social exclusion. The Board has a wide range of relevant personal experience, including people with business experience.

The Directors / Trustees agreed to set up a membership scheme during the company's first financial year from which future Directors / Trustees could be appointed as and when required to fulfil specific roles. The Articles of Association make provision for such appointments.

All the Directors / Trustees give their time voluntarily. Expenses regarding making meetings accessible for the Directors / Trustees are given in note 15 to the accounts. These expenses include accessible transport and personal assistance during meetings.

Risk Management

The principal risks to Leeds CIL as a going concern are financial. The company's main income is from a contract with Leeds City Council. The Council has had to accommodate a large reduction in its income since 2011 and this situation was compounded by the Coronavirus pandemic. We have broadened our income by providing services for Personal Health Budget (PHB) recipients and 'self-funders' who need our services but are not eligible for local authority support or choose not to use local authority support. We operate sound financial management overseen by our Chief Executive Officer and Office Manager, seeking advice from our accountants as required. Leeds CIL continues to liaise with our funders to ensure we are meeting requirements and providing best value.

Risk management within the company consists of a proactive approach to health and safety by identifying risks and putting procedures in place to minimise them. Leeds CIL has internal management controls, including levels of responsibility for monitoring, processing, and authorising financial transactions. A comprehensive company insurance package has been purchased. These policies are reviewed each year and upgraded as required, for example to include new or increasing risks such as to cyber security. Online information safety and security training is provided for staff and updates about specific cyber threats are circulated. Plans are in place for working towards achieving the information security management standard ISO 27001 in 2024.

Management and Service Delivery

The day-to-day management of the company and its service provision is delegated by the Directors / Trustees to the Chief Executive Officer, who works with a senior management team. The Chief Executive Officer reports to the Directors / Trustees at Board meetings. The senior management team are:

Susan Morrell: Chief Executive Officer

Dawn Lynch: Office Manager

Alison Payne: Payroll & MBA Services Manager

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Structure, Governance and Management *(continued)*

Related Parties

In so far as it is complimentary to the company's charitable objects, the company is guided by national and local policy regarding the aims of the Disabled People's Movement and central and local government and health service provision, particularly regarding the direction of travel for service provision for disabled and older people and families with disabled children. This includes the provision of Direct Payments, Personal Budgets and Personal Health Budgets. Whilst Leeds CIL is fully independent of Leeds City Council, we remain a key partner in their delivery of personalised services, which furthers our charitable objectives.

Leeds CIL has a pension scheme that is part of the West Yorkshire Pension Fund, through obtaining admitted body status.

Objectives and Activities

Leeds CIL Vision

'To ensure that all disabled and older people in Leeds can choose where they live and how they live'.

Leeds CIL Mission

'To be the gateway to Independent Living for disabled and older people and families with disabled children in Leeds, guiding people to the support and services that they can use to achieve their goals'.

The key motivation for the vision and mission statements is an acknowledgement of the fact that in the UK many disabled and older people are still not able to make the same choices as other citizens about where or how they live. The statements demonstrate a clear ambition to contribute social value to the city by promoting social inclusion for disabled and older people and families with disabled children in Leeds and by providing practical support and services to achieve that outcome. Disabled people created the CIL model on which our services are based and reducing dependency on segregated services is a crucial aspect of this model. We ensure that our customers can choose to use mainstream services and facilities and can be active citizens, carrying out the social roles that have often been denied to disabled people in the past, such as being a parent, student, volunteer and/or employee. When disabled people carry out these roles families and communities benefit from their involvement and they become role models for disabled children. The Vision & Mission statements have and will continue to play a central role in Leeds CIL's operations and in meeting our charitable objects.

The company's charitable objects as set out in the Articles of Association are:

To promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age by:

- (1) meeting and facilitating the support needs of disabled and older people;
- (2) promoting and increasing the opportunities for independent living available to disabled and older people;
- (3) assisting disabled and older people to make choices and access the services and support they may require to live independently in the community with appropriate support;
- (4) supporting and empowering disabled and older people so that they may carry out social roles (for example, without limitation, parent, employee, student, friend and partner); and
- (5) otherwise preventing the social exclusion of disabled and older people.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Objectives and Activities *(continued)*

Activities that contribute towards meeting the objects

Public Benefit

The Leeds CIL Directors / Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit to ensure that all our activities contribute to meeting our charitable objects and deliver public benefit. Our services have all been set up to deliver public benefit by enabling disabled and older people to achieve supported independent living and to contribute to their local communities. Our Theory of Change outcomes include both individual customer outcomes and contributions to the wider society, for example, improved health and wellbeing can reduce use of NHS national and local healthcare resources:

- Improved choice and control
- Improved ability to live independently
- Improved health and wellbeing
- Improved relationships with family and friends
- Improved confidence and self-esteem
- Improved contributions to society
- Co-production and partnership working

Equality and Diversity in our service provision

Leeds CIL services are available citywide for disabled and older people and families with disabled children and/or adults who need support to live in mainstream society and be active citizens. We have no age limits for people using our services. We monitor categories of people using our services to check that we are reaching out to all the diverse communities in Leeds. We also ensure that our services are accessible to people who have access requirements or whose first language is not English, including Deaf people who use British Sign Language. Leeds CIL has a diverse staff team, which includes people who are representative of the local people we serve including: people from diverse communities including minority ethnic communities, the LGBTQ+ community, disabled people including people living with a long-term mental health and/or physical health condition, parents/carers of disabled young people, older people, and carers of adult family members.

Services and Accessible Facilities

Leeds CIL provides services to meet our Charitable Objects. Most of our customers are people referred from Leeds City Council's Adults & Health section and Children's and Young Peoples Services and Leeds Continuing Healthcare. Most of these people either receive Personal Budgets or Direct Payments from the Council or Personal Health Budgets from NHS Continuing Healthcare that they can use to set up support that will meet their assessed needs. Leeds CIL can also provide our services to people who use their own money to pay for any personal support they need. These 'self-funders' can be referred to Leeds CIL from the Council following a Council assessment of their needs, or they can be people who approach Leeds CIL independently to ask for assistance. The main Leeds CIL services during 2022-23 were:

- Managed Bank Account Service
- Recruitment and management of support workers (up to end August 2022)
- Payroll Service
- Consultancy and partnerships
- Accessible meeting spaces with hybrid meeting equipment

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Objectives and Activities *(continued)*

Managed Bank Accounts Service

Any person receiving funding from their Local Authority or Continuing Healthcare to be used to meet their own or a family member's assessed needs must set up a separate bank account for the funding.

Some people have difficulty doing this, for example some people with learning difficulties or dementia and people who have a poor credit history. Leeds CIL has set up a Managed Bank Account Service in which a bank account is opened and administered on the customer's behalf. This service therefore removes a specific barrier that can prevent disabled and older people and families with disabled children from choosing supported independent living. The service can also be helpful to organisations that need to provide access to funding for agreed usage, including paying for short breaks and holiday support for children.

Recruitment and management of support workers

Some people who need personal support from another person for themselves or for their disabled child or for a disabled adult they care for, in their home and / or when they go out in the community, choose to employ their own worker usually called a Personal Assistant (PA). This gives them increased choice and control over who provides the support, and when and how the support is provided. Leeds CIL can help customers with all aspects of recruiting and managing one or more PAs, including:

- Support to write a job application form, job description and person specification
- Support to understand the Regulations around the restrictions on employing parents, or a person discharging duties in a parenting role, for the care of their own child as a PA
- Support to write a job advertisement
- Access to the UKCIL personal assistance recruitment database, or other method of advertising for PAs
- Support to short-list job applications
- Support to write interview questions and conduct interviews, including the use of a Leeds CIL meeting room, if required
- Support in taking up references
- Support to carry out safeguarding and legal checks including DBS checks for PAs
- Support in purchasing Employers & Public Liability Insurance
- Support with induction of new PAs and booking required training courses for PAs
- Follow-up support if required, such as recruiting a replacement PA if one leaves
- Support the Customer to ensure they have a contingency plan (e.g., back up PA's, home care agency agreement or informal support) built into their support plan to cover short term absences

Payroll Service

Leeds CIL has full payroll bureau service for customers who employ their own PAs. The service enables the customer to carry out all payroll tasks in line with employment legislation, financial regulations, tax, and pension requirements, as follows:

- Support to set up and use financial records including timesheets
- Support with undertaking calculations
- Support to register with HM Revenue & Customs if the customer wishes to administer the payroll for their workers themselves
- A payroll administration service directly provided by Leeds CIL
- Acting as the customer's agent in making payments to HM Revenue & Customs
- Production of wage slips for PAs and financial statements for employers

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Objectives and Activities *(continued)*

- Support with pension auto-enrolment, including set-up and making pension contributions
- Ongoing support if required, including dealing with financial discrepancies
- Enquiries from individual PAs employed by customers regarding information about their pay, for example their tax code.

Consultancy and partnerships

Leeds CIL has a wealth of experience in the field of independent living support and identifying and removing barriers that exclude disabled and older people. Leeds CIL staff can generate income for service development by working with other agencies that support disabled and older people and families with disabled children.

Accessible meeting facilities

Leeds CIL moved to new premises in 2019. The premises are a self-contained suite of offices and meeting rooms with ICT connections throughout the building and accessible facilities for both customers and staff. It has good public transport access, helping to reduce car use. Plans to develop two meeting rooms to be used flexibly for meetings and training and as a resource for community groups had to be put on hold during the Covid-19 pandemic. Equipment has been purchased and installed to enable 'hybrid' meetings in which present and remote participants can meet together. This will broaden the range of people who can use the facilities, including reducing social isolation of customers who are unable to attend meetings and events in person. It will also provide a source of income from desk and room hire.

Management pay and remuneration

Any annual increase to senior management pay is at the same percentage rate as for all employees. Any change to senior management pay rates is benchmarked against the pay rates in equivalent jobs in local authorities and the third sector. All changes to staff pay rates, including any annual increases, are subject to the approval of Leeds CIL's Board of Directors / Trustees. There is no bonus scheme at Leeds CIL, any annual surplus is reinvested in the charity in line with Leeds CIL's articles of association.

Strategic Report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and Performance

Managed Bank Account Service

The service continued removing a significant barrier to having choice and control over independent living support and playing a major role in meeting Leeds CIL's Aim and Charitable Objects. The service was operating 550 Managed Bank Accounts at the end of March 2023 to enable beneficiaries to manage their independent living support payments and pay for the services they choose to use.

PA Recruitment Service

A successful initiative to have some of the Leeds CIL PA recruitment support team based in Leeds City Council social work area teams, to support Social Workers to make service provision arrangements for people assessed as being eligible for Direct Payments, took place from 2021-2022. LCC decided to make this a permanent arrangement and transfer all the Leeds CIL employees providing this service into the Council to then be employed by LCC from September 2022.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Payroll Service

At the end of March 2023, the service was administering monthly payroll for 1058 individual PA employer customers, and administering the wages, HMRC and pension payments and other deductions for 1551 PAs as requested by their employers. The monthly payroll administration tasks have become more complex because of pension auto-enrolment and other legislative and tax changes. The Payroll Service team have absorbed and met all these changes and challenges, which without the service would have made being a PA employer and meeting payroll responsibilities too complex, difficult, and time-consuming for most of Leeds CIL's customers. It would also be a major barrier to enabling more people to use Personal Budgets and Personal Health Budgets to exercise choice and control over the support they need. In recognition of the value of Leeds CIL's Payroll Service to our customers, the service received the "2020 Payroll Bureau of the Year Award" at the IRIS national Customer Service Awards ceremony in February 2020.

Partnership Working

Leeds CIL staff continued to work with partners to the benefit of customers and the wider community and supporting programs for annual events including the International Day of Disabled People.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Financial Review

The attached financial statements show the results for the year. The strategic approach of ongoing very careful monitoring and control of costs was maintained during 2022-23. The Trustees can report a deficit before the movement on the LGPS pension scheme.

Leeds CIL's largest income source is a contract with Leeds City Council (LCC). LCC's and our customers' continuing satisfaction with the delivery of contracted services was demonstrated by LCC issuing a further new contract to Leeds CIL for Managed Bank Account and Payroll Services up to the end of August 2024, while the Council draws up plans for a procurement process for future Managed Bank Account and Payroll Services. Other funding includes 'service-user fees' from disabled people in receipt of NHS-funded Personal Health Budgets, and from donations.

LCC's decision to provide Personal Assistant recruitment support from within the Council area social worker teams instead of being provided by a user-led organisation resulted in a significant loss of income for Leeds CIL. This has been mitigated by a reduction in staff salaries and associated costs, which form the largest charitable expenditure by Leeds CIL. Even so, this presented a significant challenge to Leeds CIL as a small-medium sized charity with twenty-one employees to manage the change and resulting loss of nine full-time equivalent experienced employees, who Leeds CIL had employed, trained and developed since 2011. No funding was provided for Leeds CIL to manage the change, which took a large amount of management time, including attending meetings with senior Council officers and Council project staff and supporting both the Leeds CIL staff who were to transfer and the remaining staff. This resulted in Leeds CIL's plans to develop new support for beneficiaries and new income streams, which had been drawn up in 2021-2022 having to be put on hold. The staff transferring out had legal rights under the Transfer of Undertakings (Protection of Employment) regulations (TUPE). To ensure Leeds CIL met the organisation's human resources requirements and responsibilities regarding TUPE, legal advice and expert pensions advice had to be accessed at significant cost to Leeds CIL.

Whilst these challenges have adversely affected Leeds CIL's financial position, the remaining contract income and income from service user fees, alongside a continuing cost reduction process whilst experiencing increased supplier charges, has resulted in the ability to maintain and develop service provision for our beneficiaries. The Trustees and senior management team are actively developing the new income streams previously planned and focusing on the potential to increase income generated through the services already in place.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2023

Plans for Future Periods

The challenges described above took place during 2022 at a point in time where the whole of the UK was still in a Coronavirus pandemic, inflation was increasing dramatically and a cost-of-living crisis was emerging. Many of Leeds CIL's beneficiaries and staff team are amongst the people most adversely affected during and following the pandemic and by the cost-of-living crisis.

Whilst meeting these challenges, the Leeds CIL Trustees and senior management team have gained experience in managing and delivering change whilst operating under severe pressure. The experience and resilience built up during this period will be used to develop Leeds CIL to provide further support with and for our beneficiaries, as identified by our beneficiaries. Together we have already identified some areas of unmet need that Leeds CIL can help meet as an individual organisation and through partnership working.

Even though some plans had to be put on hold during 2022, an organisation-wide upgrade and integration of Leeds CIL's digital systems and processes continued, making them secure and fit for the future. Increasingly efficient provision of current services will enable Leeds CIL to offer a choice of ways to access and use the services. This will release capacity for setting up and delivering new types of services and support, to the benefit of all people who use our services.

The Leeds CIL Trustees feel that so much turmoil and so many life-changing events have occurred during the last three years, both internally and externally, that a full strategic planning process is required. During early 2024 Leeds CIL will conduct strategic planning with stakeholders to enable decisions to be made about Leeds CIL's priorities for the next five years.

Whilst not underestimating the further challenges ahead, the Leeds CIL Trustees believe that these activities, alongside further cost reduction actions if required should enable Leeds CIL to remain a going concern during 2023-24 and beyond.

The trustees' annual report and the strategic report were approved on 12/12/2023 and signed on behalf of the board of trustees by:



Mr R D Moriarty
Trustee

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Leeds Centre for Integrated Living

Year Ended 31 March 2023

I report to the trustees on my examination of the financial statements of Leeds Centre for Integrated Living ('the charity') for the year ended 31 March 2023.

Responsibilities and Basis of Report

As the trustees of the company (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 accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

Since the 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 the Association of Chartered Certified Accountants (ACCA), which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of 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).

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2023

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Martin Knaggs FCCA
Independent Examiner

Third Floor
10 South Parade
Leeds
LS1 5QS

14 December 2023

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year Ended 31 March 2023

		2023	2022		
		Unrestricted funds	Restricted funds	Total funds	Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	434	–	434	15,949
Charitable activities	6	745,539	14,783	760,322	962,213
Investment income	7	2,673	–	2,673	3,024
Total income		<u>748,646</u>	<u>14,783</u>	<u>763,429</u>	<u>981,186</u>
Expenditure					
Expenditure on charitable activities	8,9,10	<u>882,607</u>	<u>13,586</u>	<u>896,193</u>	<u>1,126,298</u>
Total expenditure		<u>882,607</u>	<u>13,586</u>	<u>896,193</u>	<u>1,126,298</u>
Net expenditure		<u>(133,961)</u>	<u>1,197</u>	<u>(132,764)</u>	<u>(145,112)</u>
Other recognised gains and losses					
Effect on asset ceiling non recognition of asset		(73,000)	–	(73,000)	–
Actuarial gains/(losses) on defined benefit pension schemes		1,340,000	–	1,340,000	599,000
Net movement in funds		<u>1,133,039</u>	<u>1,197</u>	<u>1,134,236</u>	<u>453,888</u>
Reconciliation of funds					
Total funds brought forward		<u>(960,284)</u>	<u>2,430</u>	<u>(957,854)</u>	<u>(1,411,742)</u>
Total funds carried forward		<u>172,755</u>	<u>3,627</u>	<u>176,382</u>	<u>(957,854)</u>

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

The notes on pages 16 to 29 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Position

Year Ended 31 March 2023

	Note	2023		2022	
		£	£	£	£
Fixed Assets					
Tangible fixed assets	16		33,494		35,362
Current Assets					
Debtors	17	38,339		71,936	
Cash at bank and in hand		987,521		685,186	
		<u>1,025,860</u>		<u>757,122</u>	
Creditors: amounts falling due within one year	18	<u>882,972</u>		<u>599,338</u>	
Net Current Assets			<u>142,888</u>		<u>157,784</u>
Total Assets Less Current Liabilities			<u>176,382</u>		<u>193,146</u>
Net Assets Excluding Defined Benefit Pension Plan Liability			<u>176,382</u>		<u>193,146</u>
Defined benefit pension plan liability	19		—		<u>1,151,000</u>
Net Liabilities Including Defined Benefit Pension Plan Liability			<u>176,382</u>		<u>(957,854)</u>
Funds of the Charity					
Restricted funds			3,627		2,430
Unrestricted funds:					
Defined benefit pension reserve		—		(1,151,000)	
Other unrestricted income funds		<u>172,755</u>		<u>190,716</u>	
Total unrestricted funds			<u>172,755</u>		<u>(960,284)</u>
Total charity funds	20		<u>176,382</u>		<u>(957,854)</u>

For the year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

The statement of financial position
continues on the following page.

The notes on pages 16 to 29 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Position *(continued)*

Year Ended 31 March 2023

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

These financial statements were approved by the board of trustees and authorised for issue on *12/2/2023* and are signed on behalf of the board by:



Mr R D Moriarty
Trustee

The notes on pages 16 to 29 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Cash Flows

Year Ended 31 March 2023

	2023 £	2022 £
Cash Flows from Operating Activities		
Net expenditure	(132,764)	(145,112)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	10,733	8,517
Other interest receivable and similar income	(2,673)	(3,024)
Interest payable and similar charges	275	637
Defined benefit pension plan employer contributions	93,000	146,000
Accrued (income)/expenses	1,230	(4,561)
Pension fund costs	23,000	32,000
<i>Changes in:</i>		
Trade and other debtors	33,596	(44,840)
Trade and other creditors	282,405	(4,878,769)
Cash generated from operations	<u>308,802</u>	<u>(4,889,152)</u>
Interest paid	(275)	(637)
Interest received	2,673	3,024
Net cash (used in)/from operating activities	<u>311,200</u>	<u>(4,886,765)</u>
Cash Flows from Investing Activities		
Purchase of tangible assets	(8,865)	(32)
Net cash used in investing activities	<u>(8,865)</u>	<u>(32)</u>
Net (Decrease)/Increase in Cash and Cash Equivalents	302,335	(4,886,797)
Cash and Cash Equivalents at Beginning of Year	685,186	5,571,983
Cash and Cash Equivalents at End of Year	<u>987,521</u>	<u>685,186</u>

The notes on pages 16 to 29 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2023

1. General Information

The principal activity of the charity during the year was to promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age. More information is included in the Trustees report on pages 1 to 9.

The charity is a public benefit entity and a private company limited by guarantee which is incorporated and registered in England (no. 07534989) and Registered Charity no. 1147077. The address of the registered office is:

Cartelli House
2 Arthur Street
Stanningley
Leeds
LS28 6JY

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention.

Going Concern

The Trustees consider that given the current level of unrestricted reserves, it is appropriate to prepare the financial statements on the going concern basis. Further detail is given at note 22 to the accounts.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Details of these judgements are set out in the accounting policies.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

3. Accounting Policies *(continued)*

Fund Accounting

Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the Directors.

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Incoming Resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources Expended

All resources expended are included in the Statement of Financial Activities on an accruals basis.

Costs of activities in furtherance of the charity's objectives comprise all costs in respect of and directly attributable to providing an independent living support service.

Governance costs represent the expenses in connection with the administration of the charity and compliance with constitutional and statutory requirements.

Certain expenditure is directly attributable to specific activities and has been included in these categories. Certain other costs, which are attributable to more than one activity, are apportioned across categories on the basis of an estimate of the proportion of time spent by staff on those activities.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

3. Accounting Policies *(continued)*

Operating Leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold improvements	-	Over the life of the lease
Office equipment	-	25% straight line
Service user equipment	-	25% straight line

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

3. Accounting Policies *(continued)*

Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

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 the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Defined Benefit Plans

The company recognises a defined net benefit pension asset or liability in the statement of financial position as the net total of the present value of its obligations and the fair value of plan assets out of which the obligations are to be settled. The defined benefit liability is measured on a discounted present value basis using a rate determined by reference to market yields at the reporting date on high quality corporate bonds. Defined benefit obligations and the related expenses are measured using the projected unit credit method. Plan surpluses are recognised as a defined benefit asset only to the extent that the surplus is recoverable either through reduced contributions in the future or through refunds from the plan.

Changes in the net defined benefit asset or liability arising from employee service are recognised in income or expenditure as a current service cost where it relates to services in the current period and as a past service cost where it relates to services in prior periods. Costs relating to plan introductions, benefit changes, curtailments and settlements are recognised in income or expenditure in the period in which they occur.

Net interest is determined by multiplying the net defined benefit liability by the discount rate, both as determined at the start of the reporting period, taking account of any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. Net interest is recognised in income or expenditure.

4. Limited by Guarantee

The company is limited by guarantee, having no share capital. Members liability in the event of winding up of the company is limited to £1 each.

5. Donations and Legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	434	434	15,949	15,949

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

6. Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Payments from governments or public authorities in the normal course of trading	649,093	–	649,093
Performance-related grants	–	14,783	14,783
Service user fees	96,446	–	96,446
	<u>745,539</u>	<u>14,783</u>	<u>760,322</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Payments from governments or public authorities in the normal course of trading	828,922	–	828,922
Performance-related grants	–	31,764	31,764
Service user fees	101,527	–	101,527
	<u>930,449</u>	<u>31,764</u>	<u>962,213</u>

7. Investment Income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	<u>2,673</u>	<u>2,673</u>	<u>3,024</u>	<u>3,024</u>

8. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Independent Living Support service	431,410	–	431,410
Support costs	451,197	13,586	464,783
	<u>882,607</u>	<u>13,586</u>	<u>896,193</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Independent Living Support service	681,956	14,595	696,551
Support costs	416,058	13,689	429,747
	<u>1,098,014</u>	<u>28,284</u>	<u>1,126,298</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

9. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Independent Living Support service	431,410	419,798	851,208	1,069,025
Governance costs	—	44,985	44,985	57,273
	<u>431,410</u>	<u>464,783</u>	<u>896,193</u>	<u>1,126,298</u>

10. Analysis of Support Costs

	Independent Living Support service £	Total 2023 £	Total 2022 £
Staff costs	251,888	251,888	204,654
Premises	69,859	69,859	64,228
Communications and IT	51,942	51,942	54,981
Governance costs	44,985	44,985	57,273
Training	518	518	2,237
Printing, stationery and marketing	16,389	16,389	17,402
Access to Work costs	13,586	13,586	12,185
Legal and professional fees	3,107	3,107	6,915
Depreciation	10,733	10,733	8,517
Other office costs	1,776	1,776	1,355
	<u>464,783</u>	<u>464,783</u>	<u>429,747</u>

11. Taxation

The company is a registered charity and has obtained confirmation from HMRC that it is a charitable company and meets the exemption from corporation tax under Schedule 6 of the Finance Act 2010. All income and expenditure is applied for charitable purposes and hence the result for the year is treated as being exempt from corporation tax.

12. Net Expenditure

Net expenditure is stated after charging/(crediting):

	2023 £	2022 £
Depreciation of tangible fixed assets	10,733	8,517

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

13. Independent Examination Fees

	2023	2022
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>8,700</u>	<u>8,400</u>

14. Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	435,609	585,978
Social security costs	33,645	43,928
Employer contributions to pension plans	176,833	261,797
	<u>646,087</u>	<u>891,703</u>

The average head count of employees during the year was 22 (2022: 32). The average number of full-time equivalent employees during the year is analysed as follows:

	2023	2022
	No.	No.
Number of direct payroll staff	12	17
Number of administrative staff	5	9
Number of management staff	5	6
	<u>22</u>	<u>32</u>

No employee received employee benefits of more than £58,500 during the year (2022: £60,000).

Key Management Personnel

Key management personnel of the charity, comprise the trustees, the Chief Executive Office, the officer manager, the service development manager, the finance and support co-ordinator, the team leader PA & Brokerage section and the Team leader payroll services. The total remuneration for the key management personnel during the year was £177,949 (2022 - £272,923).

15. Trustee Remuneration and Expenses

Travel expenses of £nil (2022 - £nil) were paid on behalf of all the Trustees, when they attend meetings. No other remuneration is paid to Trustees.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

16. Tangible Fixed Assets

	Leasehold improvements £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 April 2022	42,114	1,971	47,850	91,935
Additions	–	–	8,865	8,865
At 31 March 2023	<u>42,114</u>	<u>1,971</u>	<u>56,715</u>	<u>100,800</u>
Depreciation				
At 1 April 2022	12,425	1,971	42,177	56,573
Charge for the year	4,211	–	6,522	10,733
At 31 March 2023	<u>16,636</u>	<u>1,971</u>	<u>48,699</u>	<u>67,306</u>
Carrying amount				
At 31 March 2023	<u>25,478</u>	<u>–</u>	<u>8,016</u>	<u>33,494</u>
At 31 March 2022	<u>29,689</u>	<u>–</u>	<u>5,673</u>	<u>35,362</u>

17. Debtors

	2023 £	2022 £
Trade debtors	8,504	65,591
Prepayments and accrued income	29,835	6,345
	<u>38,339</u>	<u>71,936</u>

Included within trade debtors is a balance of £3,929 (2022 - £13,354) which relates to amounts due from customers to cover payroll services.

18. Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	426,730	387,201
Accruals and deferred income	17,730	16,501
Social security and other taxes	26,002	37,458
Pension fund	7,553	20
Other creditors	404,957	158,158
	<u>882,972</u>	<u>599,338</u>

Included within trade creditors is a balance of £407,046 (2022 - £371,889) which relates to funds paid in advance by customers to cover payroll services.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

19. Pensions and Other Post Retirement Benefits

Defined benefit plans

The company's pension scheme is part of the West Yorkshire Pension Fund administered by the City of Bradford Metropolitan Council. Benefits are based on final pensionable pay and contributions are charged to the income and expenditure account so as to spread the costs of the pension over the employees working lives with the company. The contributions are determined by a qualified actuary (on the basis of triennial valuations using the projected unit method). The expected employer contributions for next year are at a rate of 0%.

The most recent valuation was carried out for the defined benefit scheme at 31 March 2022 by AON Solutions UK Limited using the Projected unit method and revised contribution rates have been effective from 1 April 2023.

The statement of financial position net defined benefit liability is determined as follows:

	2023	2022
	£	£
Present value of defined benefit obligations	(2,056,000)	(3,737,000)
Fair value of plan assets	2,129,000	2,586,000
	73,000	(1,151,000)

Changes in the present value of the defined benefit obligations are as follows:

	2023
	£
At 1 April 2022	3,737,000
Current service cost	177,000
Interest expense	85,000
Benefits paid	(30,000)
Contributions by plan participants	24,000
Remeasurements:	
Actuarial gains and losses	(894,000)
Settlements	(1,043,000)
At 31 March 2023	2,056,000

Changes in the fair value of plan assets are as follows:

	2023
	£
At 1 April 2022	2,586,000
Interest income	62,000
Benefits paid	(30,000)
Contributions by employer	84,000
Contributions by plan participants	24,000
Remeasurements:	
Actuarial gains and losses	(21,000)
Settlements	(576,000)
At 31 March 2023	2,129,000

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

19. Pensions and Other Post Retirement Benefits *(continued)*

The total costs for the year in relation to defined benefit plans are as follows:

	2023	2022
	£	£
Recognised in income or expenditure:		
Current service cost	177,000	262,000
Net interest expense	23,000	32,000
	<u>200,000</u>	<u>294,000</u>

The fair value of the major categories of plan assets are as follows:

	2023	2022
	%	%
Equity instruments	80.80	80.00
Debt instruments	11.50	12.00
Property	3.30	4.00
Cash and cash equivalents	2.30	3.00
Other	2.10	1.00

The return on plan assets are as follows:

	2023	2022
	£	£
Return on assets of benefit plan	<u>41,000</u>	<u>237,000</u>

The principal actuarial assumptions as at the statement of financial position date were:

	2023	2022
	%	%
Discount rate	4.70	2.70
Expected rate of salary increase	3.95	4.15
Expected rate of increase in pensions	2.70	2.90
Inflation assumption	2.70	2.90
Other	<u>2.70</u>	<u>2.90</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

20. Analysis of Charitable Funds

Unrestricted funds

	At 1 Apr 2022	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2023
	£	£	£	£		£	£
General funds	190,716	748,646	(766,607)	–	–	–	172,755
Pension	(1,151,000)	–	(116,000)	467,000	(73,000)	873,000	–
	<u>(960,284)</u>	<u>748,646</u>	<u>(882,607)</u>	<u>467,000</u>	<u>(73,000)</u>	<u>873,000</u>	<u>172,755</u>

	At 1 Apr 2021	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2022
	£	£	£	£		£	£
General funds	161,308	949,422	(920,014)	–	–	–	190,716
Pension	(1,572,000)	–	(178,000)	–	–	599,000	(1,151,000)
	<u>(1,410,692)</u>	<u>949,422</u>	<u>(1,098,014)</u>	<u>–</u>	<u>–</u>	<u>599,000</u>	<u>(960,284)</u>

Restricted funds

	At 1 Apr 2022	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2023
	£	£	£	£		£	£
Access to work	347	14,783	(13,586)	–	–	–	1,544
TDS	2,083	–	–	–	–	–	2,083
	<u>2,430</u>	<u>14,783</u>	<u>(13,586)</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>3,627</u>

	At 1 Apr 2021	Income	Expenditure	Settlements	Asset not recognised	Gains and losses	At 31 Mar 2022
	£	£	£	£		£	£
Access to work	(1,550)	14,081	(12,184)	–	–	–	347
TDS	500	17,683	(16,100)	–	–	–	2,083
	<u>(1,050)</u>	<u>31,764</u>	<u>(28,284)</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>2,430</u>

Access to Work

Specific funds are received on an annual basis to cover the costs of a Personal Assistant for S Morrell, Chief Executive.

TDS

Specific funding given to provide a training and development service for employers.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

21. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	33,494	–	33,494
Current assets	1,022,233	3,627	1,025,860
Creditors less than 1 year	(882,972)	–	(882,972)
Defined benefit pension	--	–	--
Net assets	<u>172,755</u>	<u>3,627</u>	<u>176,382</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	35,362	–	35,362
Current assets	754,692	2,430	757,122
Creditors less than 1 year	(599,338)	--	(599,338)
Defined benefit pension	(1,151,000)	–	(1,151,000)
Net assets	<u>(960,284)</u>	<u>2,430</u>	<u>(957,854)</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

22. Going Concern

The directors consider the charitable company to be a going concern and the financial statements have been prepared on that basis.

The directors have considered the uncertainty in relation to the ongoing service contract with Leeds City Council, as noted in the Trustees report, which provides the majority of the income for the charity. In September 2022 a revised payroll and managed bank account contract was agreed with the Council albeit at a reduced level for 2 years, until the end of August 2024.

Draft budgets have been prepared for the period to 31 March 2024 which show a deficit. The Board is looking at alternative sources of funding that may be available in order to help improve the financial stability. Whilst it is recognised that the company faces significant financial challenges, the Board and management are working closely in order to develop a robust financial plan to secure the financial future of the company.

The company meets its day to day working capital requirements through available cash resources which include receipts in advance from customers in advance of payroll being run.

The company has reported net assets of £176,382 to 31 March 2023. As a result of its obligations as an employer within the Local Government Pension Scheme (LGPS) the Balance Sheet at 31 March 2023 includes a pension scheme liability of £nil (2022 - £1,151,000) to LGPS.

The financial statements have therefore been drawn up on a going concern basis, which assumes that service contracts will be renewed at an adequate level to secure the financial stability of the company.

23. Analysis of Changes in Net Debt

	At 1 Apr 2022	Cash flows	At 31 Mar 2023
	£	£	£
Cash at bank and in hand	<u>685,186</u>	<u>302,335</u>	<u>987,521</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2023

24. Operating Lease Commitments

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

	2023	2022
	£	£
Later than 1 year and not later than 5 years	52,125	107,936
Later than 5 years	—	—
	<u>52,125</u>	<u>107,936</u>

25. Related Parties

The Trustees and their families are able to access the services of Leeds CIL on the same basis as the rest of the community and do not receive any special treatment. The services that are provided are always based on the needs of the client and are bespoke to that individual.

LEEDS CENTRE FOR INTEGRATED LIVING

England & Wales - Charity number 1147077

Accounts

COMPANY REGISTRATION NUMBER: 07534989
CHARITY REGISTRATION NUMBER: 1147077

Leeds Centre for Integrated Living
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2022

Leeds Centre for Integrated Living

Company Limited by Guarantee

Financial Statements

Year Ended 31 March 2022

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Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year Ended 31 March 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and Administrative Details

Registered charity name Leeds Centre for Integrated Living

Charity registration number 1147077

Company registration number 07534989

Principal office and registered office Cartelli House
2 Arthur Street
Stanningley
Leeds
LS28 6JY

The Trustees

Ms J Fisher (Retired 18 October 2022)
Ms C Womack
Mr R D Moriarty
Mr M S Raja
Ms L W Cheng

Independent Examiner Susan Seaman BA FCA CIOT
Gresham House
5-7 St Paul's Street
Leeds
LS1 2JG

Structure, Governance and Management

Governing Document

The company is governed under its Articles of Association, which include the company's charitable objects. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Legal Structure

Leeds CIL was formerly part of Leeds City Council's Adult Social Care section. Leeds CIL was incorporated as a Company Limited by Guarantee on 18 February 2011 and the company started trading as a Disabled People's User-led Social Enterprise on 4th April 2011. The company acted as a charity from incorporation and obtained charitable status on 1st May 2012.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Structure, Governance and Management *(continued)*

Directors / Trustees

A minimum of 75% of Leeds CIL Board Directors, who are also charity Trustees, must be disabled people. All current Directors / Trustees are people living in Leeds. All the Directors / Trustees have experience of living in mainstream society and dealing with the disabling barriers that can cause social exclusion. The Board has a wide range of relevant personal experience, as well as having experience of working with Council senior officers, NHS senior officers and dealing with the constraints placed on local authorities and health services, including financial constraints. The Directors / Trustees also include people with business experience.

The Directors / Trustees agreed to set up a membership scheme during the company's first financial year from which future Directors / Trustees could be appointed as and when required to fulfil specific roles. The Articles of Association make provision for such appointments.

All the Directors / Trustees give their time voluntarily. Expenses regarding making meetings accessible for the Directors / Trustees are given in note 16 to the accounts. These expenses include accessible transport and personal assistance during meetings.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Structure, Governance and Management *(continued)*

Risk Management

The principal risks to Leeds CIL as a going concern are financial. The company's main income is from a contract with Leeds City Council. The Council has had to accommodate a large reduction in its income since 2011 and this situation has been compounded by the Coronavirus pandemic. Leeds CIL is therefore ensuring that we provide extremely good value for money and has again exceeded the targets in the contract during the 2021/22 financial year. We are also providing social value for the council and citizens of Leeds and meeting our charitable objects by enabling local disabled and older people and families with disabled children who need help with daily living to live active lives and participate in mainstream society. We have broadened our income by providing services for Personal Health Budget (PHB) recipients and 'self-funders' who need our services but are not eligible for local authority support or choose not to use local authority support. We operate sound financial management overseen by our Chief Executive Officer and Office Manager, seeking advice from our accountants as required.

Risk management within the company consists of a proactive approach to health and safety by identifying risks and putting procedures in place to minimise them. We have purchased a comprehensive company insurance package, covering all areas of operation. This policy is reviewed each year and upgraded as required, for example to include new or increasing risks such as cyber security. A system of internal management controls has been put in place, including levels of responsibility for monitoring, processing, and authorising financial transactions. Ongoing business continuity planning enabled us to quickly move most staff to home working during the Coronavirus pandemic and to ensure service provision was maintained.

Management and Service Delivery

The day-to-day management of the company and its service provision is delegated by the Directors / Trustees to the Chief Executive Officer, who works with a senior management team. The Chief Executive Officer reports to the Directors / Trustees at Board meetings. The senior management team are:

Susan Morrell Chief Executive Officer
Dawn Lynch Office Manager
Alison Payne Payroll & MBA Services Manager

Related Parties

In so far as it is complimentary to the company's charitable objects, the company is guided by national and local policy regarding the aims of the Disabled People's Movement and central and local government and health service provision, particularly regarding the direction of travel for service provision for disabled and older people and families with disabled children. This includes the provision of Direct Payments, Personal Budgets and Personal Health Budgets. Whilst Leeds CIL is fully independent of Leeds City Council, we remain a key partner in their delivery of personalised services, which furthers our charitable objectives.

Leeds CIL has a pension scheme that is part of the West Yorkshire Pension Fund, through obtaining admitted body status.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Objectives and Activities

Leeds CIL Vision

'To ensure that all disabled and older people in Leeds can choose where they live and how they live'.

Leeds CIL Mission

'To be the gateway to Independent Living for disabled and older people and families with disabled children in Leeds, guiding people to the support and services that they can use to achieve their goals'.

The key motivation for the vision and mission statements is an acknowledgement of the fact that in the UK many disabled and older people are still not able to make the same choices as other citizens about where or how they live. The statements demonstrate a clear ambition to contribute social value to the city by promoting social inclusion for disabled and older people and families with disabled children in Leeds and by providing practical support and services to achieve that outcome. Disabled people created the CIL model on which our services are based and reducing dependency on segregated services is a crucial aspect of this model. We ensure that our customers can choose to use mainstream services and facilities and can be active citizens, carrying out the social roles that have often been denied to disabled people in the past, such as being a parent, student, volunteer and/or employee. When disabled people carry out these roles families and communities benefit from their involvement and they become role models for disabled children. The Vision & Mission statements have and will continue to play a central role in Leeds CIL's operations and in meeting our charitable objects.

The company's charitable objects as set out in the Articles of Association are:

To promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age by:

- (1) meeting and facilitating the support needs of disabled and older people;
- (2) promoting and increasing the opportunities for independent living available to disabled and older people;
- (3) assisting disabled and older people to make choices and access the services and support they may require to live independently in the community with appropriate support;
- (4) supporting and empowering disabled and older people so that they may carry out social roles (for example, without limitation, parent, employee, student, friend and partner); and
- (5) otherwise preventing the social exclusion of disabled and older people.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Objectives and Activities *(continued)*

Activities that contribute towards meeting the objects

Public Benefit

The Leeds CIL Directors / Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit to ensure that all our activities contribute to meeting our charitable objects and deliver public benefit. Our services have all been set up to deliver public benefit by enabling disabled and older people to achieve supported independent living and to contribute to their local communities. Our Theory of Change outcomes include both individual customer outcomes and contributions to the wider society.

- Improved choice and control
- Improved ability to live independently
- Improved health and wellbeing
- Improved relationships with family and friends
- Improved confidence and self-esteem
- Improved contributions to society
- Co-production and partnership working

Equality and Diversity in our service provision

Leeds CIL services are available citywide for disabled and older people and families with disabled children and/or adults who need support to live in mainstream society and be active citizens. We have no age limits for people using our services. We monitor categories of people using our services to check that we are reaching out to all the diverse communities in Leeds. We also ensure that our services are accessible to people who have access requirements or whose first language is not English, including Deaf people who use British Sign Language. Leeds CIL has a diverse staff team, which includes people who are representative of the local people we serve including: people from diverse communities, disabled people and people living with a long-term medical condition, parents/carers of disabled children, older people, and carers of adult family members.

Services and Accessible Facilities

Leeds CIL provides services to meet our Charitable Objects. Most of our customers are people referred from Leeds City Council's Adults & Health section and Children's and Young Peoples Services and Leeds Continuing Healthcare. Most of these people either receive Personal Budgets or Direct Payments from the Council or Personal Health Budgets from Continuing Healthcare that they can use to set up support that will meet their assessed needs. Leeds CIL can also provide our services to people who use their own money to pay for any personal support they need. These 'self-funders' can be referred to Leeds CIL from the Council following a Council assessment of their needs, or they can be people who approach Leeds CIL independently to ask for assistance. The main Leeds CIL services during 2021-22 were:

- Managed Bank Account Service
- Recruitment and management of support workers
- Payroll Service
- Training and Development Service (TDS)
- Consultancy and partnership
- Accessible meeting facilities

Managed Bank Accounts Service

Any person receiving funding from their Local Authority or Continuing Healthcare to be used to meet their own or a family member's assessed needs must set up a separate bank account for the funding.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Objectives and Activities *(continued)*

Some people have difficulty doing this, for example some people with learning difficulties or dementia and people who have a poor credit history. Leeds CIL has set up a Managed Bank Account Service in which a bank account is opened and administered on the customer's behalf. This service therefore removes a specific barrier that can prevent disabled and older people and families with disabled children from choosing supported independent living.

Recruitment and management of support workers

Some people who need personal support from another person for themselves or for their disabled child or for a disabled adult they care for, in their home and / or when they go out in the community, choose to employ their own worker usually called a Personal Assistant (PA). Leeds CIL can help customers with all aspects of recruiting and managing one or more PAs, including:

- Support to write a job application form, job description and person specification
- Support to understand the Regulations around the restrictions on employing parents, or a person discharging duties in a parenting role, for the care of their own child as a PA
- Support to write a job advertisement
- Access to the UKCIL personal assistance recruitment database, or other method of advertising for PAs
- Support to short-list job applications
- Support to write interview questions and conduct interviews, including the use of a Leeds CIL meeting room, if required
- Support in taking up references
- Support to carry out safeguarding and legal checks including DBS checks for PAs
- Support in purchasing Employers & Public Liability Insurance
- Support with induction of new PAs and booking required training courses for PAs
- Follow-up support if required, such as recruiting a replacement PA if one leaves
- Support the Customer to ensure there is a robust contingency plan (e.g. back up PA's, agency agreement or informal support) built into their support plan to cover short term absences

Payroll Service

Leeds CIL has full bureau payroll service for customers who employ their own PAs. The service enables the customer to carry out all payroll tasks in line with employment legislation, financial regulations, tax, and pension requirements, as follows:

- Support to set up and use financial records including time-sheets
- Providing a document folder to keep records and other payroll paperwork and information in
- Support with undertaking calculations
- Support to register with HM Revenue & Customs if the customer wishes to administer the payroll for their workers themselves
- A payroll administration service directly provided by Leeds CIL
- Acting as the customer's agent in making payments to HM Revenue & Customs
- Production of wage slips for PAs and financial statements for employers
- Support with pension auto-enrolment, including set-up and making pension contributions
- Ongoing support if required, including dealing with financial discrepancies

Training and Development Service (TDS)

This service was set up during 2014, following consultation with PA employers, Skills for Care and Leeds Adult Social Care about what training and development activities would enable PA employers and PAs to successfully carry out their roles. Consultation identified that training opportunities for PA employers and PAs were very limited, difficult to book and only covered general issues and skills rather than those required to enable a positive, effective, safe, and rewarding PA employer and

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Objectives and Activities *(continued)*

employee relationship. The training provided enables PA employers to be good employers and enables PAs to feel confident in their role and feel valued as a PA whilst gaining new skills.

The service is funded by a Skills for Care grant for social care funded PA employers and their PAs. Leeds CIL has successfully applied for a Skills for Care grant each year since the service was set up. This demonstrates Leeds CIL's track record in the effective use of grant funding and ability to comply with recording and reporting requirements for restricted funding.

Consultancy and partnership

Leeds CIL has a wealth of experience in the field of independent living support and identifying and removing barriers that exclude disabled and older people. Leeds CIL staff can generate income for service development by working with other agencies that support disabled and older people and families with disabled children and being paid for their expertise and the time they spend doing this work. The outcomes of such work also directly benefit disabled and older people who need such services to live independently in their communities.

Accessible meeting facilities

Leeds CIL moved new premises in 2019. The premises are a self-contained suite of offices and meeting rooms with ICT connections throughout the building and accessible facilities for both customers and staff. It has good public transport access, helping to reduce car use. Plans to develop two meeting rooms to be used flexibly for meetings and training and as a resource for community groups had to be put on hold during the Covid-19 pandemic. The plans are being updated to enable 'hybrid' meetings in which present and remote participants can meet together. This will broaden the range of people who can use the facilities, including reducing social isolation of customers who are unable to attend meetings and events in person. It will also provide a source of income from desk and room hire.

Management pay and remuneration

Any annual increase to senior management pay is at the same percentage rate as for all employees. Any change to senior management pay rates is benchmarked against the pay rates in equivalent jobs in local authorities and the third sector. All changes to staff pay rates, including any annual increases, are subject to the approval of Leeds CIL's Board of Directors / Trustees. There is no bonus scheme at Leeds CIL, any annual surplus is reinvested in the charity in line with Leeds CIL's articles of association.

Strategic Report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Achievements and Performance

Managed Bank Account Service

The service continued removing a significant barrier to having choice and control over independent living support and playing a major role in meeting Leeds CIL's Aim and Charitable Objects. The service was operating 430 Managed Bank Accounts at the end of March 2022 to enable beneficiaries to manage their independent living support payments and pay for the services they choose to use.

PA Recruitment Service

During the 2021-22 financial year the service carried out work on 1292 support requests. This included customers who recruited PAs and customers who needed some help managing the employer/employee relationship with their PAs.

Payroll Service

At the end of March 2022, the service was administering monthly payroll for 1195 individual PA employer customers, and administering the wages, HMRC and pension payments and other deductions for 1611 PAs as requested by their employers. The monthly payroll administration tasks have become more complex because of pension auto-enrolment and other legislative and tax changes. The Payroll Service team have absorbed and met all these changes and challenges, which without the service would have made being a PA employer and meeting payroll responsibilities too complex, difficult, and time-consuming for some, if not many, of Leeds CIL's customers. It would also be a major barrier to enabling more people to use Personal Budgets and Personal Health Budgets to exercise choice and control over the support they need. In recognition of the value of Leeds CIL's Payroll Service to our customers, the service received the "2020 Payroll Bureau of the Year Award" at the IRIS national Customer Service Awards ceremony in February 2020.

Training and Development Service (TDS)

The service was maintained during 2021-22, following a seventh successful bid for Skills for Care funding. During the Coronavirus pandemic, with agreement from Skills for Care, training courses and sessions offered changed to online training only, including sessions that promote safe behaviour such as hand hygiene.

Partnership Working

Leeds CIL staff continued to work with partners to the benefit of customers and the wider community, including contributing to the citywide response to the Coronavirus pandemic.

Leeds CIL Response to the Coronavirus Pandemic

Maintaining service provision

Leeds CIL began proactively making plans to modify service provision and move most employees to homeworking during early March 2020 when it became clear that a national lockdown had become highly likely. Risk assessments were produced and updated as required during the year to ensure staff were protected as far as possible.

All services were maintained, and additional support was developed as needed by customers, with support being provided by phone and online meeting. Simple 'how to' guides with screenshots on

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

downloading and using Skype were produced for customers who had access to ICT devices and the internet. This also helped customers keep in touch with family and friends and maintain other social roles. A Covid risk assessment was developed for PA employers and shared at a national level with the NHS by one of Leeds CIL's Trustees. Leeds CIL worked with partner agencies to ensure customers and their support workers had access to the PPE they needed, along with guidance on how and when it should be used.

Whilst the level of Coronavirus infection in local areas reduced during 2021-22, many people using Leeds CIL's services and some Trustees and employees are still at very high risk of serious illness if infected. Leeds CIL has therefore maintained its role in the citywide effort to keep people as safe as possible, including disseminating vaccine eligibility information to customers and their support workers.

Leeds CIL support for employees

Ensuring employees feel supported and that risks to them are reduced to the lowest possible levels have been key to maintaining both employee safety and health and wellbeing and high-quality, flexible customer services. Each employee's individual circumstances and preferences have been taken into account as more usual service provision has become possible. Flexible working, including home working is being continued where this works well for customers, employees, and Leeds CIL.

Financial Review

The attached financial statements show the results for the year. The strategic approach of ongoing very careful monitoring and control of costs was maintained during 2021-22. The Trustees can report a small surplus before the movement on the LGPS pension scheme.

Leeds CIL's largest income source is a contract with Leeds City Council (LCC). LCC's and our customers' continuing satisfaction with the delivery of the contract was demonstrated by LCC issuing a further new contract to Leeds CIL up to the end of August 2022, with the provision for a further 6-month extension if required to complete the local authority's plans for future Direct Payments support in Leeds. Other funding included service-user fees, for example from customers receiving individual Personal Health Budgets funding from the NHS.

Following the successful initiative to have some of the Leeds CIL PA recruitment support team based in social work area teams, LCC decided to make this a permanent arrangement. Therefore, LCC put in place plans to transfer the Leeds CIL employees providing this service into the Council to then be employed by LCC from September 2022. This will result in a significant loss of income for Leeds CIL; however, it will be mitigated by a reduction in staff salaries and associated costs, which form the largest charitable expenditure by Leeds CIL. LCC has stated that it expects to put out to tender a Payroll and Managed Bank Account contract, probably during the second half of 2023. Until then Leeds CIL will continue to receive funding from LCC to provide these services. Accordingly, a two year contract has been successfully negotiated with LCC, to begin in September 2022.

Whilst this continues a succession of temporary short-term contracts with the associated effects on stability and forward-planning, Leeds CIL will use this time to further develop payroll and managed bank account services for people receiving Direct Payments until LCC releases and successfully awards a new three to five year contract. This period will also be used to further develop more diverse income streams. The Leeds CIL Trustees and senior management team have therefore developed a strategy for responding to the resulting challenges and opportunities presented by the reduction in contract income and the release of a Payroll and Managed Bank Account contract during 2023.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2022

Plans for Future Periods

The upgrade and integration of Leeds CIL's digital systems and processes that began in 2019 following the move to new, modern premises is continuing, including the procurement of more efficient payroll software. Therefore, there will be a corresponding increase in efficiency savings going forward, which will place Leeds CIL in a good position to apply for a Payroll and Managed Bank Accounts contract, other contracts that could further Leeds CIL's Vision, Mission and Charitable Objectives and to apply for grant funding to assist with meeting core costs and resourcing project work.

Other plans for generating unrestricted funding to cover core costs had to be put on hold during coronavirus restrictions. These have been re-started, including preparing a meeting room and desk hire offer that includes installing state-of-the-art meeting and hybrid working equipment, funded by a donation. Leeds CIL is well-placed to offer meeting facilities for a variety of meeting types, being on a main road on a major bus route with near-by train stations in both directions. A sliding scale of room and desk hire charges are to be offered, so that the facilities can be used by community groups at low or no cost, in line with Leeds CIL's public benefit responsibilities. In addition, increased fundraising will take place during 2023.

Capacity released by the transfer of the ten PA recruitment team employees into the Council can be used to develop other types of support for our beneficiaries. Therefore a Customer Survey was conducted during 2022, which included questions about any unmet need customers are experiencing and asked for their views on other types of support they would like Leeds CIL to be able to offer. The survey also asked if customers maintaining their independent living with assistance from Leeds CIL would be willing to offer peer support for other people who would like to try taking control over the personal support they need. There was a positive response to the survey, which will underpin Leeds CIL's strategic development during 2022-2025, using a co-design and co-production approach with current customers to develop assistance for which grant funding will be applied for.

Whilst not underestimating the further challenges ahead, the Directors / Trustees believe that these activities, alongside further cost reduction actions if required should enable Leeds CIL to remain a going concern during 2022-23 and beyond.

The trustees' annual report and the strategic report were approved on 29-Mar-2023 and signed on behalf of the board of trustees by:



Mr R D Moriarty
Trustee

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Leeds Centre for Integrated Living

Year Ended 31 March 2022

I report to the trustees on my examination of the financial statements of Leeds Centre for Integrated Living ('the charity') for the year ended 31 March 2022.

Responsibilities and Basis of Report

As the trustees of the company (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 accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

Since the 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 the Institute of Chartered Accountants in England and Wales (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:

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).

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2022

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Susan Seaman BA FCA CIOT
Independent Examiner

Gresham House
5-7 St Paul's Street
Leeds
LS1 2JG

29-Mar-2023

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year Ended 31 March 2022

		2022	2021		
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	15,949	–	15,949	–
Charitable activities	6	930,449	31,764	962,213	934,621
Investment income	7	3,024	–	3,024	131
Total income		<u>949,422</u>	<u>31,764</u>	<u>981,186</u>	<u>934,752</u>
Expenditure					
Expenditure on charitable activities	8,9	1,098,014	28,284	1,126,298	1,099,608
Total expenditure		<u>1,098,014</u>	<u>28,284</u>	<u>1,126,298</u>	<u>1,099,608</u>
Net expenditure		<u>(148,592)</u>	<u>3,480</u>	<u>(145,112)</u>	<u>(164,856)</u>
Other recognised gains and losses					
Actuarial gains/(losses) on defined benefit pension schemes		599,000	–	599,000	(407,000)
Net movement in funds		450,408	3,480	453,888	(571,856)
Reconciliation of funds					
Total funds brought forward		(1,410,692)	(1,050)	(1,411,742)	(839,886)
Total funds carried forward		<u>(960,284)</u>	<u>2,430</u>	<u>(957,854)</u>	<u>(1,411,742)</u>

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

The notes on pages 17 to 30 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Position

31 March 2022

	Note	2022 £	£	2021 £	£
Fixed Assets					
Tangible fixed assets	17		35,362		43,847
Current Assets					
Debtors	18	71,936		27,096	
Cash at bank and in hand		685,186		5,571,983	
		<u>757,122</u>		<u>5,599,079</u>	
Creditors: amounts falling due within one year	19	<u>599,338</u>		<u>5,482,668</u>	
Net Current Assets			<u>157,784</u>		<u>116,411</u>
Total Assets Less Current Liabilities			<u>193,146</u>		<u>160,258</u>
Net Assets Excluding Defined Benefit Pension Plan Liability			<u>193,146</u>		<u>160,258</u>
Defined benefit pension plan liability	20		<u>1,151,000</u>		<u>1,572,000</u>
Net Liabilities Including Defined Benefit Pension Plan Liability			<u>(957,854)</u>		<u>(1,411,742)</u>
Funds of the Charity					
Restricted funds			2,430		(1,050)
Unrestricted funds:					
Defined benefit pension reserve		(1,151,000)		(1,572,000)	
Other unrestricted income funds		<u>190,716</u>		<u>161,308</u>	
Total unrestricted funds		<u>(960,284)</u>		<u>(1,410,692)</u>	
Total charity funds	21		<u>(957,854)</u>		<u>(1,411,742)</u>

For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act 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 statement of financial position
continues on the following page.

The notes on pages 17 to 30 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 March 2022

These financial statements were approved by the board of trustees and authorised for issue on 29-Mar-2023 and are signed on behalf of the board by:



Mr R D Moriarty
Trustee

The notes on pages 17 to 30 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Cash Flows

Year Ended 31 March 2022

	2022 £	2021 £
Cash Flows from Operating Activities		
Net expenditure	(145,112)	(164,856)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	8,517	8,509
Other interest receivable and similar income	(3,024)	(131)
Interest payable and similar charges	637	953
Defined benefit pension plan employer contributions	146,000	(23,000)
Accrued (income)/expenses	(4,561)	328
Pension fund costs	32,000	25,000
<i>Changes in:</i>		
Trade and other debtors	(44,840)	6,221
Trade and other creditors	(4,878,769)	1,093,049
Cash generated from operations	(4,889,152)	946,073
Interest paid	(637)	(953)
Interest received	3,024	131
Net cash (used in)/from operating activities	<u>(4,886,765)</u>	<u>945,251</u>
Cash Flows from Investing Activities		
Purchase of tangible assets	(32)	(7,489)
Net cash used in investing activities	<u>(32)</u>	<u>(7,489)</u>
Net (Decrease)/Increase in Cash and Cash Equivalents	(4,886,797)	937,762
Cash and Cash Equivalents at Beginning of Year	5,571,983	4,634,221
Cash and Cash Equivalents at End of Year	<u>685,186</u>	<u>5,571,983</u>

The notes on pages 17 to 30 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2022

1. General Information

The principal activity of the charity during the year was to promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age. More information is included in the Trustees report on pages 1 to 15.

The charity is a public benefit entity and a private company limited by guarantee which is incorporated and registered in England (no. 07534989) and Registered Charity no. 1147077. The address of the registered office is:

Cartelli House
2 Arthur Street
Stanningley
Leeds
LS28 6JY

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention.

Going Concern

The Trustees consider that given the current level of unrestricted reserves, it is appropriate to prepare the financial statements on the going concern basis. Further detail is given at note 23 to the accounts.

Changes in Formats

In the previous years managed bank accounts were included in the accounts as both an asset in cash at bank and in hand and also in creditors. A decision has been made this year to exclude these balances as they belong to the individual members rather than the charity. See note 19 for further details.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Details of these judgements are set out in the accounting policies.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

3. Accounting Policies *(continued)*

Fund Accounting

Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the Directors.

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Incoming Resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources Expended

All resources expended are included in the Statement of Financial Activities on an accruals basis.

Costs of activities in furtherance of the charity's objectives comprise all costs in respect of and directly attributable to providing an independent living support service.

Governance costs represent the expenses in connection with the administration of the charity and compliance with constitutional and statutory requirements.

Certain expenditure is directly attributable to specific activities and has been included in these categories. Certain other costs, which are attributable to more than one activity, are apportioned across categories on the basis of an estimate of the proportion of time spent by staff on those activities.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

3. Accounting Policies *(continued)*

Operating Leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold improvements	-	Over the life of the lease
Office equipment	-	25% straight line
Service user equipment	-	25% straight line

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

3. Accounting Policies *(continued)*

Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

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 the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Defined Benefit Plans

The company recognises a defined net benefit pension asset or liability in the statement of financial position as the net total of the present value of its obligations and the fair value of plan assets out of which the obligations are to be settled. The defined benefit liability is measured on a discounted present value basis using a rate determined by reference to market yields at the reporting date on high quality corporate bonds. Defined benefit obligations and the related expenses are measured using the projected unit credit method. Plan surpluses are recognised as a defined benefit asset only to the extent that the surplus is recoverable either through reduced contributions in the future or through refunds from the plan.

Changes in the net defined benefit asset or liability arising from employee service are recognised in income or expenditure as a current service cost where it relates to services in the current period and as a past service cost where it relates to services in prior periods. Costs relating to plan introductions, benefit changes, curtailments and settlements are recognised in income or expenditure in the period in which they occur.

Net interest is determined by multiplying the net defined benefit liability by the discount rate, both as determined at the start of the reporting period, taking account of any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. Net interest is recognised in income or expenditure.

4. Limited by Guarantee

The company is limited by guarantee, having no share capital. Members liability in the event of winding up of the company is limited to £1 each.

5. Donations and Legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	15,949	15,949	—	—

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

6. Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Payments from governments or public authorities in the normal course of trading	828,922	–	828,922
Performance-related grants	–	31,764	31,764
Service user fees	101,527	–	101,527
	<u>930,449</u>	<u>31,764</u>	<u>962,213</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Payments from governments or public authorities in the normal course of trading	810,922	–	810,922
Performance-related grants	(2,193)	27,354	25,161
Service user fees	98,538	–	98,538
	<u>907,267</u>	<u>27,354</u>	<u>934,621</u>

7. Investment Income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	<u>3,024</u>	<u>3,024</u>	<u>131</u>	<u>131</u>

8. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Independent Living Support service	681,956	14,595	696,551
Support costs	416,058	13,689	429,747
	<u>1,098,014</u>	<u>28,284</u>	<u>1,126,298</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Independent Living Support service	687,222	6,735	693,957
Support costs	383,992	21,659	405,651
	<u>1,071,214</u>	<u>28,394</u>	<u>1,099,608</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

9. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Independent Living Support service	696,551	372,474	1,069,025	1,049,042
Governance costs	–	57,273	57,273	50,566
	<u>696,551</u>	<u>429,747</u>	<u>1,126,298</u>	<u>1,099,608</u>

10. Analysis of Support Costs

	Independent Living Support service £	Total 2022 £	Total 2021 £
Staff costs	204,654	204,654	197,697
Premises	64,228	64,228	65,551
Communications and IT	54,981	54,981	41,773
Governance costs	57,273	57,273	50,566
Training	2,237	2,237	2,669
Printing, stationery and marketing	17,402	17,402	14,294
Access to Work costs	12,185	12,185	17,979
Legal and professional fees	6,915	6,915	3,455
Depreciation	8,517	8,517	8,509
Other office costs	1,355	1,355	3,158
	<u>429,747</u>	<u>429,747</u>	<u>405,651</u>

11. Taxation

The company is a registered charity and has obtained confirmation from HMRC that it is a charitable company and meets the exemption from corporation tax under Schedule 6 of the Finance Act 2010. All income and expenditure is applied for charitable purposes and hence the result for the year is treated as being exempt from corporation tax.

12. Net Expenditure

Net expenditure is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	8,517	8,509

13. Auditors Remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	–	9,725

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

14. Independent Examination Fees

	2022	2021
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>8,400</u>	<u>–</u>

15. Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	585,978	580,923
Social security costs	43,928	43,601
Employer contributions to pension plans	261,797	191,851
Other employee benefits	–	18,550
	<u>891,703</u>	<u>834,925</u>

The average head count of employees during the year was 32 (2021: 28). The average number of full-time equivalent employees during the year is analysed as follows:

	2022	2021
	No.	No.
Number of direct payroll staff	17	14
Number of administrative staff	9	8
Number of management staff	6	6
	<u>32</u>	<u>28</u>

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

Key Management Personnel

Key management personnel of the charity, comprise the trustees, the Chief Executive Office, the officer manager, the service development manager, the finance and support co-ordinator, the team leader PA & Brokerage section and the Team leader payroll services. The total remuneration for the key management personnel during the year was £272,923 (2021 - £252,776).

16. Trustee Remuneration and Expenses

Travel expenses of £nil (2021 - £nil) were paid on behalf of all the Trustees, when they attend meetings. No other remuneration is paid to Trustees.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

17. Tangible Fixed Assets

	Leasehold improvements £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 April 2021	42,114	1,971	47,818	91,903
Additions	–	–	32	32
At 31 March 2022	<u>42,114</u>	<u>1,971</u>	<u>47,850</u>	<u>91,935</u>
Depreciation				
At 1 April 2021	8,214	1,971	37,871	48,056
Charge for the year	4,211	–	4,306	8,517
At 31 March 2022	<u>12,425</u>	<u>1,971</u>	<u>42,177</u>	<u>56,573</u>
Carrying amount				
At 31 March 2022	<u>29,689</u>	<u>–</u>	<u>5,673</u>	<u>35,362</u>
At 31 March 2021	<u>33,900</u>	<u>–</u>	<u>9,947</u>	<u>43,847</u>

18. Debtors

	2022 £	2021 £
Trade debtors	65,591	7,339
Prepayments and accrued income	6,345	19,757
	<u>71,936</u>	<u>27,096</u>

Included within trade debtors is a balance of £13,354 (2021 - £971) which relates to amounts due from customers to cover payroll services.

19. Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	387,201	334,819
Accruals and deferred income	16,501	21,062
Social security and other taxes	37,458	48,499
Pension fund	20	12,884
Other creditors	158,158	5,065,404
	<u>599,338</u>	<u>5,482,668</u>

Included within trade creditors is a balance of £371,889 (2021 - £313,710) which relates to funds paid in advance by customers to cover payroll services.

The figure for other creditors includes managed client bank accounts of £nil (2021 - £4,936,683). Bank accounts are in the joint name of Leeds CIL and the individual members and as such the balances were previously included in the bank balance in the charity balance sheet. However, as these funds belong to the members a corresponding creditor was included.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

20. Pensions and Other Post Retirement Benefits

Defined benefit plans

The company's pension scheme is part of the West Yorkshire Pension Fund administered by the City of Bradford Metropolitan Council. Benefits are based on final pensionable pay and contributions are charged to the income and expenditure account so as to spread the costs of the pension over the employees working lives with the company. The contributions are determined by a qualified actuary (on the basis of triennial valuations using the projected unit method). The expected employer contributions for next year are at a rate of 21.2%.

The most recent valuation was carried out for the defined benefit scheme at 31st March 2019 by AON Hewitt Limited using the Projected unit method and revised contribution rates have been effective from 1 April 2020.

The statement of financial position net defined benefit liability is determined as follows:

	2022	2021
	£	£
Present value of defined benefit obligations	(3,737,000)	(3,801,000)
Fair value of plan assets	2,586,000	2,229,000
	<u>(1,151,000)</u>	<u>(1,572,000)</u>

Changes in the present value of the defined benefit obligations are as follows:

	2022
	£
At 1 April 2021	3,801,000
Current service cost	262,000
Interest expense	80,000
Benefits paid	(30,000)
Contributions by plan participants	34,000
Remeasurements:	
Actuarial gains and losses	<u>(410,000)</u>
At 31 March 2022	<u>3,737,000</u>

Changes in the fair value of plan assets are as follows:

	2022
	£
At 1 April 2021	2,229,000
Interest income	48,000
Benefits paid	(30,000)
Contributions by employer	116,000
Contributions by plan participants	34,000
Remeasurements:	
Actuarial gains and losses	<u>189,000</u>
At 31 March 2022	<u>2,586,000</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

20. Pensions and Other Post Retirement Benefits *(continued)*

The total costs for the year in relation to defined benefit plans are as follows:

	2022	2021
	£	£
Recognised in income or expenditure:		
Current service cost	262,000	192,000
Net interest expense	32,000	25,000
	<u>294,000</u>	<u>217,000</u>

The fair value of the major categories of plan assets are as follows:

	2022	2021
	%	%
Equity instruments	80.00	80.00
Debt instruments	12.00	13.00
Property	4.00	4.00
Cash and cash equivalents	3.00	2.00
Other	1.00	1.00

The return on plan assets are as follows:

	2022	2021
	£	£
Return on assets of benefit plan	<u>237,000</u>	<u>405,000</u>

The principal actuarial assumptions as at the statement of financial position date were:

	2022	2021
	%	%
Discount rate	2.70	2.10
Expected rate of salary increase	4.15	3.95
Expected rate of increase in pensions	2.90	2.70
Inflation assumption	2.90	2.70
Other	<u>2.90</u>	<u>2.70</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

21. Analysis of Charitable Funds

Unrestricted funds

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2022 £
General funds	161,308	949,422	(920,014)	–	–	190,716
Pension	(1,572,000)	–	(178,000)	–	599,000	(1,151,000)
	<u>(1,410,692)</u>	<u>949,422</u>	<u>(1,098,014)</u>	<u>–</u>	<u>599,000</u>	<u>(960,284)</u>

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
General funds	320,773	907,398	(1,069,214)	2,351	–	161,308
Pension	(1,163,000)	–	(2,000)	–	(407,000)	(1,572,000)
	<u>(842,227)</u>	<u>907,398</u>	<u>(1,071,214)</u>	<u>2,351</u>	<u>(407,000)</u>	<u>(1,410,692)</u>

Restricted funds

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2022 £
Access to work	(1,550)	14,081	(12,184)	–	–	347
TDS	500	17,683	(16,100)	–	–	2,083
	<u>(1,050)</u>	<u>31,764</u>	<u>(28,284)</u>	<u>–</u>	<u>–</u>	<u>2,430</u>

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
Access to work	(1,187)	16,429	(17,979)	1,187	–	(1,550)
TDS	3,528	10,925	(10,415)	(3,538)	–	500
	<u>2,341</u>	<u>27,354</u>	<u>(28,394)</u>	<u>(2,351)</u>	<u>–</u>	<u>(1,050)</u>

Access to Work

Specific funds are received on an annual basis to cover the costs of a Personal Assistant for S Morrell, Chief Executive.

TDS

Specific funding given to provide a training and development service for employers.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

22. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	35,362	–	35,362
Current assets	754,692	2,430	757,122
Creditors less than 1 year	(599,338)	–	(599,338)
Defined benefit pension	(1,151,000)	–	(1,151,000)
Net assets	<u>(960,284)</u>	<u>2,430</u>	<u>(957,854)</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	43,847	–	43,847
Current assets	5,598,579	500	5,599,079
Creditors less than 1 year	(5,481,118)	(1,550)	(5,482,668)
Defined benefit pension	(1,572,000)	–	(1,572,000)
Net assets	<u>(1,410,692)</u>	<u>(1,050)</u>	<u>(1,411,742)</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

23. Going Concern

The directors consider the charitable company to be a going concern and the financial statements have been prepared on that basis.

The directors have considered the uncertainty in relation to the ongoing service contract with Leeds City Council, as noted in the Trustees report, which provides the majority of the income for the charity. The contract initially ceased as at 31 March 2017 and has been subsequently extended up to November 2022, whilst a procurement process is undertaken for the services delivered. In September 2022 a revised payroll and managed bank account contract was agreed with the Council albeit at a reduced level for 2 years, until September 2024.

In September 2022 Leeds CIL PA recruitment support team was transferred to Leeds City Council under TUPE for this service to be run by the Council.

Draft budgets have been prepared for the period to 31 March 2024 which show a deficit. The Board is looking at alternative sources of funding that may be available in order to help improve the financial stability. Whilst it is recognised that the company faces significant financial challenges, the Board and management are working closely in order to develop a robust financial plan to secure the financial future of the company.

The company meets its day to day working capital requirements through available cash resources which include receipts in advance from customers in advance of payroll being run.

The company has reported net liabilities of £957,854 to 31 March 2022. As a result of its obligations as an employer within the Local Government Pension Scheme (LGPS) the Balance Sheet at 31 March 2022 includes a pension scheme liability of £1,151,000 to LGPS.

Actual contributions paid by the company during the year totalled £116,000. Based on a similar level of future contributions the Directors consider that the company is able to finance this pension liability in the short term and the Directors are not aware of any reason why the liability of £1,151,000 would crystallise in the next few years.

The financial statements have therefore been drawn up on a going concern basis, which assumes that service contracts will be renewed at an adequate level to secure the financial stability of the company.

24. Analysis of Changes in Net Debt

	At 1 Apr 2021	Cash flows	At 31 Mar 2022
	£	£	£
Cash at bank and in hand	<u>5,571,983</u>	<u>(4,886,797)</u>	<u>685,186</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2022

25. Operating Lease Commitments

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

	2022	2021
	£	£
Later than 1 year and not later than 5 years	107,936	50,000
Later than 5 years	–	<u>22,420</u>
	<u>107,936</u>	<u>72,420</u>

26. Related Parties

The Trustees and their families are able to access the services of Leeds CIL on the same basis as the rest of the community and do not receive any special treatment. The services that are provided are always based on the needs of the client and are bespoke to that individual.

LEEDS CENTRE FOR INTEGRATED LIVING

England & Wales - Charity number 1147077

Accounts

COMPANY REGISTRATION NUMBER: 07534989
CHARITY REGISTRATION NUMBER: 1147077

Leeds Centre for Integrated Living
Company Limited by Guarantee
Financial Statements
31 March 2021

Leeds Centre for Integrated Living

Company Limited by Guarantee

Financial Statements

Year Ended 31 March 2021

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Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year Ended 31 March 2021

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2021.

Reference and Administrative Details

Registered charity name Leeds Centre for Integrated Living

Charity registration number 1147077

Company registration number 07534989

Principal office and registered office Cartelli House
2 Arthur Street
Stanningley
Leeds
LS28 6JY

The Trustees

Ms J Fisher
Ms C Womack
Mr R D Moriarty
Mr M S Raja
Ms L W Cheng

Auditor Sagars Accountants Ltd
Chartered accountants & statutory auditor
Gresham House
5-7 St Paul's Street
Leeds
LS1 2JG

Structure, Governance and Management

Governing Document

The company is governed under its Articles of Association, which include the company's charitable objects. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Legal Structure

Leeds CIL was formerly part of Leeds City Council's Adult Social Care section. Leeds CIL was incorporated as a Company Limited by Guarantee on 18 February 2011 and the company started trading as a Disabled People's User-led Social Enterprise on 4th April 2011. The company acted as a charity from incorporation and obtained charitable status on 1st May 2012.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Structure, Governance and Management *(continued)*

Directors / Trustees

A minimum of 75% of Leeds CIL Board Directors, who are also charity Trustees, must be disabled people. All current Directors / Trustees are people living in Leeds. All the Directors / Trustees have experience of living in mainstream society and dealing with the disabling barriers that can cause social exclusion. The Board has a wide range of relevant personal experience, as well as having experience of working with Council senior officers, NHS senior officers and dealing with the constraints placed on local authorities and health services, including financial constraints. The Directors / Trustees also include people with business experience.

The Directors / Trustees agreed to set up a membership scheme during the company's first financial year from which future Directors / Trustees could be appointed as and when required to fulfil specific roles. The Articles of Association make provision for such appointments.

All the Directors / Trustees give their time voluntarily. Expenses regarding making meetings accessible for the Directors / Trustees are given in note 15 to the accounts. These expenses include accessible transport and personal assistance during meetings.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Structure, Governance and Management *(continued)*

Risk Management

The principal risks to Leeds CIL as a going concern are financial. The company's main income is from a contract with Leeds City Council. The Council has had to accommodate a large reduction in its income since 2011 and this situation has been compounded by the Coronavirus pandemic. The company is therefore ensuring that we provide extremely good value for money and has again exceeded the targets in the contract during the 2020/21 financial year. We are also providing social value for the council and citizens of Leeds and meeting our charitable objects by enabling local disabled and older people and families with disabled children who need help with daily living to live active lives and participate in mainstream society. We have broadened our income by providing services for Personal Health Budget (PHB) recipients and 'self-funders' who need our services but are not eligible for local authority support or choose not to use local authority support. We operate sound financial management overseen by our Chief Executive Officer and Office Manager, seeking advice from our accountants as required.

Risk management within the company consists of a proactive approach to health and safety by identifying risks and putting procedures in place to minimise them. We have purchased a comprehensive company insurance package, covering all areas of operation, including the increasing risk of cyber crime. A system of internal management controls has been put in place, including levels of responsibility for monitoring and authorising financial transactions. Ongoing business continuity planning enabled us to quickly move most staff to home working during the Coronavirus pandemic and to ensure service provision was maintained.

Management and Service Delivery

The day-to-day management of the company and its service provision is delegated by the Directors / Trustees to the Chief Executive Officer, who works with a senior management team. The Chief Executive Officer reports to the Directors / Trustees at Board meetings. The senior management team are:

Susan Morrell Chief Executive Officer
Dawn Lynch Office Manager
Andrew McDermott Service Development Manager
Alison Payne Finance Support Coordinator

Related Parties

In so far as it is complimentary to the company's charitable objects, the company is guided by national and local policy regarding the aims of the Disabled People's Movement and central and local government and health service provision, particularly regarding the direction of travel for service provision for disabled and older people and families with disabled children. This includes the provision of Direct Payments, Personal Budgets and Personal Health Budgets. Whilst Leeds CIL is fully independent of Leeds City Council, we remain a key partner in their delivery of personalised services, which furthers our charitable objectives.

Leeds CIL has a pension scheme that is part of the West Yorkshire Pension Fund, through obtaining admitted body status.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Objectives and Activities

Leeds CIL Vision

'To ensure that all disabled and older people in Leeds can choose where they live and how they live'.

Leeds CIL Mission

'To be the gateway to Independent Living for disabled and older people and families with disabled children in Leeds, guiding people to the support and services that they can use to achieve their goals'.

The key motivation for the vision and mission statements is an acknowledgement of the fact that in the UK many disabled and older people are still not able to make the same choices as other citizens about where or how they live. The statements demonstrate a clear ambition to contribute social value to the city by promoting social inclusion for disabled and older people and families with disabled children in Leeds and by providing practical support and services to achieve that outcome. Disabled people created the CIL model on which our services are based and reducing dependency on segregated services is a crucial aspect of this model. We ensure that our customers can choose to use mainstream services and facilities and can be active citizens, carrying out the social roles that have often been denied to disabled people in the past, such as being a parent, student, volunteer and/or employee. When disabled people carry out these roles families and communities benefit from their involvement and they become role models for disabled children. The Vision & Mission statements have and will continue to play a central role in Leeds CIL's operations and in meeting our charitable objects.

The company's charitable objects as set out in the Articles of Association are:

To promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age by:

- (1) meeting and facilitating the support needs of disabled and older people;
- (2) promoting and increasing the opportunities for independent living available to disabled and older people;
- (3) assisting disabled and older people to make choices and access the services and support they may require to live independently in the community with appropriate support;
- (4) supporting and empowering disabled and older people so that they may carry out social roles (for example, without limitation, parent, employee, student, friend and partner); and
- (5) otherwise preventing the social exclusion of disabled and older people.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Objectives and Activities *(continued)*

Activities that contribute towards meeting the objects

Public Benefit

The Leeds CIL Directors / Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit to ensure that all our activities contribute to meeting our charitable objects and deliver public benefit. Our services have all been set up to deliver public benefit by enabling disabled and older people to achieve supported independent living and to contribute to their local communities. Our Theory of Change outcomes include both individual customer outcomes and contributions to the wider society.

- Improved choice and control
- Improved ability to live independently
- Improved health and wellbeing
- Improved relationships with family and friends
- Improved confidence and self-esteem
- Improved contributions to society
- Co-production and partnership working

Equality and Diversity in our service provision

Leeds CIL services are available citywide for disabled and older people and families with disabled children and/or adults who need support to live in mainstream society and be active citizens. We have no age limits for people using our services. We monitor categories of people using our services to check that we are reaching out to all the diverse communities in Leeds. We also ensure that our services are accessible to people who have access requirements or whose first language is not English, including Deaf people who use British Sign Language. Leeds CIL has a diverse staff team, which includes people who are representative of the local people we serve including: people from diverse communities, disabled people and people living with a long-term medical condition, parents/carers of disabled children, older people and carers of adult family members.

Services and Accessible Facilities

Leeds CIL provides a range of services that meet our Charitable Objects by enabling our customers to obtain and manage the support they need to live in mainstream society. Most of our customers are people referred from Leeds City Council's Adults & Health department and Children's and Young Peoples Services and Leeds Continuing Healthcare. The majority of these people either receive Personal Budgets or Direct Payments from the Council or Personal Health Budgets from Continuing Healthcare that they can use to set up support that will meet their assessed needs. Leeds CIL can also provide our services to people who use their own money to pay for any personal support they need. These 'self-funders' can be referred to Leeds CIL from the Council following a Council assessment of their needs or they can be people who approach Leeds CIL independently to ask for assistance. The main Leeds CIL services are:

- Brokerage Service
- Recruitment and management of support workers
- Payroll Service
- Training and Development Service (TDS)
- Consultancy and partnership
- Accessible meeting facilities

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Objectives and Activities *(continued)*

Brokerage Service

Leeds CIL can provide advice and support, which is often known as 'brokerage', to people who want help to identify and arrange any independent living support they need or a family member needs, if the customer is a parent or carer acting on behalf of another person. The customer remains in control and at the centre of the assistance provided, including making informed choices.

This support can include assisting customers to produce a plan of what changes they want to make to improve their or their family member's life and how they will pay for this if required. The plan also includes information on how the person needing support will keep themselves safe in terms of general health and safety and freedom from abuse. If the customer is receiving funding from the Council or Continuing Healthcare to be used to meet their assessed needs, the support plan has to be approved by the Council or Continuing Healthcare. The service can then help customers to find and access support that is citywide and/or local, formal and/or informal. This can be paid and/or free resources, services and support that customers may want to use and activities they may enjoy. Wherever possible mainstream services and support are identified that involve people in their communities and reduce social isolation. Where paid for support is required the customer is supported to obtain best value for any services they buy.

The customer must set up a separate bank account for any funding received from the Council or Continuing Healthcare. Some people have difficulty doing this, for example some people with learning difficulties or dementia and people who have a poor credit history. Leeds CIL has set up a Supported Bank Account Service in which a bank account is opened and administered on the customer's behalf. This service therefore removes a specific barrier that can prevent disabled and older people and families with disabled children and adults choosing supported independent living.

Recruitment and management of support workers

Some people who need personal support from another person for themselves or for their disabled child or for a disabled adult they care for, in their home and / or when they go out in the community, choose to employ their own worker usually called a Personal Assistant (PA). Leeds CIL can help customers with all aspects of recruiting and managing one or more PAs, including:

- Support to write a job application form, job description and person specification
- Support to understand the Regulations around the restrictions on employing parents, or a person discharging duties in a parenting role, for the care of their own child as a PA
- Support to write a job advertisement
- Access to the UKCIL personal assistance recruitment database, or other method of advertising for PAs- Support to short-list job applications
- Support to short-list job applications
- Support to write interview questions and conduct interviews, including the use of a Leeds CIL meeting room, if required
- Support in taking up references
- Support to carry out safeguarding and legal checks including DBS checks for PAs
- Support in purchasing Employers & Public Liability Insurance
- Support with induction of new PAs and booking required training courses for PAs
- Follow-up support if required, such as recruiting a replacement PA if one leaves
- Support the Customer to ensure there is a robust contingency plan (e.g. back up PA's, agency agreement or informal support) built into their support plan to cover short term absences

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Objectives and Activities *(continued)*

Payroll Service

Leeds CIL has a payroll service for customers who employ their own PAs. The service enables the customer to carry out all tasks in line with employment legislation, financial regulations, tax and pension requirements, as follows:

- Support to set up and use financial records including time-sheets
- Providing a document folder to keep records and other payroll paperwork and information in
- Support with undertaking calculations
- Support to register with HM Revenue & Customs if the customer wishes to administer the payroll for their workers
- A payroll administration service directly provided by Leeds CIL
- Acting as the customer's agent in making payments to HM Revenue & Customs
- Production of wage slips for PAs and financial statements for employers
- Support with pension auto-enrolment, including set-up and making pension contributions
- Ongoing support if required, including dealing with financial discrepancies

Training and Development Service (TDS)

This service was set up during 2014, following consultation with PA employers, Skills for Care and Leeds Adult Social Care about what training and development activities would enable PA employers and PAs to successfully carry out their roles. Consultation identified that training opportunities for PA employers and PAs were very limited, difficult to book and only covered general issues and skills rather than those required to enable a positive, effective, safe and rewarding PA employer and employee relationship in which PA employers could be confident as employers and PAs could feel confident in their role and feel valued as a PA whilst gaining new skills. The service is therefore a key aspect of growing the market of PAs in Leeds so that more PAs are available for people who want to employ their own support workers.

This service is not part of the Leeds City Council contract but results in considerable added value to the contract and to the success of Personal Health Budgets (PHBs) where the recipient employs a PA. The service is funded by a Skills for Care grant for social care funded PA employers and their PAs and funding included in individual PHBs for this purpose. Leeds CIL has successfully applied for a Skills for Care grant each year since the service was set up. This demonstrates Leeds CIL's track record in the effective use of grant funding and ability to comply with recording and reporting requirements for restricted funding.

Consultancy and partnership

Leeds CIL has a wealth of experience in the field of independent living support and identifying and removing barriers that exclude disabled and older people. Leeds CIL staff can generate income for service development by working with other agencies that support disabled and older people and families with disabled children and being paid for their expertise and the time they spend doing this work. The outcomes of such work also directly benefit disabled and older people who need such services to live independently in their communities.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Objectives and Activities *(continued)*

Accessible meeting facilities

Leeds CIL moved new premises in 2019. The premises are a self-contained suite of offices and meeting rooms with ICT connections throughout the building and accessible facilities for both customers and staff. It has good public transport access, helping to reduce car use. Plans to develop two meeting rooms to be used flexibly for meetings and training and as a resource for community groups had to be put on hold during the Covid-19 pandemic. The plans are being updated to enable 'hybrid' meetings in which present and remote participants can meet together. This will broaden the range of people who can use the facilities, including reducing social isolation of customers who are unable to attend meetings and events in person. It will also provide a source of income from desk and room hire.

Management pay and remuneration

Any annual increase to senior management pay is at the same percentage rate as for all employees. Any change to senior management pay rates is benchmarked against the pay rates in equivalent jobs in local authorities and the third sector. All changes to staff pay rates, including any annual increases, are subject to the approval of Leeds CIL's Board of Directors / Trustees. There is no bonus scheme at Leeds CIL, any annual surplus is reinvested in the charity in line with Leeds CIL's article of association.

Strategic Report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Achievements and Performance

Brokerage Service

The largest area of support continues to be the Managed Bank Account (MBA) Service, which demonstrates how helpful this service is in enabling people who have difficulty managing the financial aspect of receiving and using Personal Budgets and Personal Health Budgets. The service continued removing a significant barrier to having choice and control over independent living support and playing a major role in meeting Leeds CIL's Aim and Charitable Objects. The service was operating 530 Managed Bank Accounts by the end of March 2020. During 2020-21 numbers remained stable rather than increasing as is usual year on year, because of less new activity during the Covid-19 pandemic. The MBA support services were maintained including transfers to cover payroll costs and payment of invoices for other agreed services throughout 2020-21.

PA Recruitment Service

During the 2020-21 financial year the service carried out work on 1135 referrals for support, exceeding the target in the Leeds City Council contract by over 500 referrals. This included customers who recruited PAs and customers who needed some help managing the employer/employee relationship with their PAs. Requests for assistance to recruit new or replacement PAs reduced during coronavirus restrictions. However, there was an increase in requests for support to address issues such as paying PAs when they were not able to work, for example during coronavirus lockdowns and if the employer or PA, or someone living in the same household was shielding.

Payroll Service

At the end of March 2021, the service was administering monthly payroll for 1187 individual PA employer customers, and administering the wages, HMRC and pension payments and other deductions for 1556 PAs as instructed by their employers. The monthly payroll administration tasks have become more complex since Leeds CIL became independent in 2011 because of pension auto-enrolment and other legislative and tax changes. The Payroll Service team have absorbed and met all these changes and challenges, which without the service would have made being a PA employer and meeting payroll responsibilities too complex, difficult, and time-consuming for some, if not many, of Leeds CIL's customers. It would also be a major barrier to encouraging more people to use Personal Budgets and Personal Health Budgets to employ their own support workers. During 2020-21 new referrals were lower than usual because of the coronavirus pandemic, however the administration of timesheets and the full payroll bureau service was maintained throughout the year, including during a major operation during March and April 2020 to move most payroll support staff to home working whilst also completing all required year-end financial tasks and reporting requirements. Therefore, the level of customer service was maintained that had resulted in Leeds CIL's Payroll Service receiving, in competition with private sector payroll businesses, the IRIS national Customer Service Awards "2020 Payroll Bureau of the Year Award".

Training and Development Service (TDS)

The service was further developed during 2020-21, following a sixth successful bid for Skills for Care funding. Free classroom based and online training sessions are offered for PA employers and PAs. In addition to the Skills for Care funded training two group sessions have been developed by Leeds CIL as introductions for both prospective PA employers and PAs about the respective roles:

Employer group briefings - co-run by Leeds CIL staff and PA employers, which provide an overview of the benefits and responsibilities of being a PA employer and the support available from Leeds CIL.

Leeds Centre for Integrated Living

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

PA Essentials briefings - co-run by Leeds CIL staff and PA employers and their PAs, which focus on the concept of self-directed support & the skills a PA needs to enable a PA employer to exercise their right to live an independent life. Topics covered include: the history of the independent living movement and the impact on today's practice, different outcomes people want to achieve and how particular outcomes can be achieved.

During the Coronavirus pandemic, with agreement from Skills for Care, training courses and sessions offered changed to online training only, including sessions that promote safe behaviour such as hand hygiene.

Leeds CIL Response to the Coronavirus Pandemic

Maintaining service provision

Leeds CIL began proactively making plans to modify service provision and move most employees to homeworking during early March 2020 when it became clear that a national lockdown had become highly likely. Risk assessments were produced and updated as required during the year. At the end of March 2020, the Leeds CIL premises were closed to all visitors except essential deliveries. All but 7 of the 28 employees worked from home throughout 2020-21. They have been provided with mobile working equipment, and home-working guidance, including specific instructions in ensuring the continuity of robust information protection and security and customer and colleague confidentiality and privacy. The 7 team members who volunteered to work in the office to carry out their own work and business support activities for home-working colleagues were at lower risk of becoming seriously ill if they were infected and they did not have childcare responsibilities.

All services were maintained, with support being provided by phone and online meeting. Simple 'how to' guides with screenshots on downloading and using Skype were produced for customers who had access to ICT devices and the internet. This also helped customers keep in touch with family and friends and maintain other social roles. PA recruitment reduced but a high number of requests continued to be received from PA employers for employment advice, particularly regarding paying PAs that they were unable to work with, for example when the PA was having to self-isolate. The team produced information to help PA employers by liaising with the insurance company that most Leeds CIL PA employers use for Employer and Public Liability policies. This was put on a dedicated Coronavirus page on the Leeds CIL website along with other information customers needed, including PPE Guidance. Customers were reassured that Leeds CIL services were still available for them as needed and were informed about the information on the website in letters to ensure customers who did not use the internet and email had the information they needed.

New and additional support was developed in response to concerns expressed by PA employers, for example worries that their PAs would be stopped by the police during the first national lockdown when travelling to and from their homes and to provide vital support including food shopping and picking up medication. To assist them we provided a letter on Leeds CIL headed notepaper explaining that the carrier of the letter was a key care worker needing to travel and carry out tasks to provide essential support for a vulnerable person.

Customer feedback received during 2020-21 demonstrates the continuing positive impact that Leeds CIL has made in a time of national health crisis in which many of the people supported by Leeds CIL were at very high risk:

"Just like to say thanks for the PPE items as well as I am self isolating with PA for the next few weeks. It will help."

"Many thanks for continuing to provide all of our wages at this difficult time. Kind regards to you all."

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

"Many thanks for CIL team work!"

"Just to say, it was so lovely speaking earlier today. I really appreciated your warmth, understanding, knowledge and professionalism."

"You've been fantastic"

"Thank for your continued support during the last few months - you've done a great job of keeping everything smoothly for us."

"You are all great at Leeds CIL"

"I am constantly promoting Leeds CIL both personally and professionally due to the amazing service"

Leeds CIL support for employees

Ensuring employees feel supported and that risks to them are reduced to the lowest possible levels have been key to maintaining both employee health and wellbeing and high-quality, adapted customer services. So has maintaining and encouraging open and honest conversations between line managers and the staff they support. Several members of our diverse staff teams are in shielded and other high risk categories and/or are carers for shielded or high risk family members.

Actions Leeds CIL has taken to support employees during the coronavirus pandemic include:- Regular updates from the CEO, especially after specific Central Government announcements, to reassure employees that no sudden changes or instructions such as a return to office working would be issued. - Explaining that before any changes were made organisational requirements, the work teams needed to do and each individual employee's circumstances, including childcare for children unable to go to school, would be considered. - Providing information and links on maintaining good health and wellbeing during the pandemic and tips on good practice for home working - Setting up systems for secure team and one-to-one online work meetings and a separate section for informal news and views and messages and socialising. - Anonymised staff surveys provided by an external company to assess how individual team members were feeling and ask their views on how Leeds CIL could continue to support them during the pandemic. The survey also asked for views on anything positive they have learnt and how this might be maintained after the lockdowns. - Continuing circulating positive feedback from customers and stakeholders to the whole staff team

Some of the feedback Leeds CIL managers have received from individual members of staff during this period are given below:

"I personally really miss being part of the team. It's great to hear how supportive our customers are, it's brilliant we have been able to adapt and support them in these current times"

"I am so thankful that we work for such a supporting organisation which has enabled us all to stay safe and work to the best of our abilities given our individual circumstances with no added pressure on this whole situation."

"Thank you. It's such a relief to know I have an employer who isn't going to make the juggle between being able to work and manage childcare feel like an impossible problem. It was beginning to feel like desperate times when her school U-turned at the end of May and announced they were no longer planning to bring reception class back. Thank you again."

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Partnership Working

Leeds CIL also played a key role in the Leeds citywide response to the pandemic. Staff worked with local authority and health officers to ensure that PAs unable to work because either they or their employers were in shielded groups or self-isolating were paid. The Leeds CIL CEO became a member of a citywide PPE group tasked with developing guidance on PPE use in specific situations and obtaining and distributing essential PPE for frontline health and care workers, including the 1500 PAs working for Leeds CIL customers. Phone calls were made to PA employers about how to obtain and correctly use PPE items. These calls often included peer support for isolated and worried people, particularly those with pre-existing and long-term health conditions.

Leeds CIL's commitment to sharing good practice and increasing our social impact continued throughout 2020-21. As the initial national lockdown restrictions started to be eased PA employer customers who had been mainly relying on support from family members during the lockdown wanted to start being supported by their PAs again. The Leeds CIL staff team co-produced with them a specific risk assessment template to use to assess and address the potential Coronavirus risks to the PA employer, the PA and their respective family members living in their households. The template was shared with the insurance company providing insurance for PA employers and this was adopted by them for use nationally, scaling up the social impact of this local Leeds CIL initiative. Also, one of the Leeds CIL Director / Trustees, who is an 'expert by experience' member of a national NHS group developing Personal Health Budget provision, shared with them his experiences of being assisted safely by his PAs during the pandemic, including the template and received this feedback:

"NHS England and NHS Improvement is very grateful to Leeds CIL for granting permission to adapt their COVID risk assessment template as part of the national PPE resources being developed to support direct payment holders. It's great to see proactive initiatives taking place in local areas to keep people safe - especially when they are co-produced by people with lived experience of services. We welcome the opportunity to be able to share this good practice more widely. Thanks again for your support."

When coronavirus vaccines became available for essential front-line health and care workers in the early months of 2021, Leeds CIL played a key role in providing information for PA employers, enabling them to encourage their PAs to book a vaccine appointment. This was a great sense of relief for customers working with PAs and comments were made such as "it means more than anyone could know, an emotional moment!!"

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Financial Review

The attached financial statements show the results for the year. The Trustees report a deficit before the movement on the LGPS pension scheme. The strategic approach of very careful monitoring and control of costs was maintained during 2020-21. Nevertheless, the actions required to keep employees and customers as safe as possible whilst maintaining service provision during the coronavirus pandemic, including moving most employees to homeworking required unplanned for expenditure. Mobile working devices and additions to phone systems had to be paid for using reserves. This adversely affected Leeds CIL's reserves policy of maintaining a minimum of £200,000 unrestricted funds and it is expected that there will be further financial pressures throughout 2021-22.

The company is mainly funded by a contract with Leeds City Council (LCC). LCC's and our customers' continuing satisfaction with the delivery of the contract was demonstrated by LCC issuing a further new contract to Leeds CIL up to the end of May 2022, with the provision for a further 6-month extension if required to complete the local authority's plans for future Direct Payments support in Leeds. Following the successful initiative to have some of the Leeds CIL PA recruitment support team based in social work area teams, LCC has decided to make this a permanent arrangement. Therefore, LCC will transfer Leeds CIL employees providing this service into the Council after which they will be employed by LCC. This will result in a significant loss of income for Leeds CIL; however, it will be mitigated by a reduction in staff salaries and associated costs, which form the largest charitable expenditure by Leeds CIL. LCC has stated that it expects to put out to tender a Payroll and Managed Bank Account contract during 2023. Until then Leeds CIL will continue to receive funding from LCC and Leeds CCG for providing these services.

The Leeds CIL Directors / Trustees have therefore developed a strategy for responding to the challenges presented by the expected reduction in contract income and the release of a Payroll and Managed Bank Account contract during 2023. The upgrade and integration of Leeds CIL's digital systems and processes that began in 2019 following the move to new premises is continuing, including the procurement of new payroll software. Therefore, there will be a corresponding increase in efficiency savings going forward, which will place Leeds CIL in a good position to apply for a Payroll and Managed Bank Accounts contract, other contracts that could further Leeds CIL's Vision, Mission and Charitable Objectives and to apply for grant funding to assist with meeting core costs and resourcing project work. Other plans for generating unrestricted funding to cover core costs had to be put on hold during 2020-21 because of the coronavirus restrictions. These will be re-started, including preparing a meeting room and desk hire offer and fundraising activities. The Directors / Trustees believe that these actions, alongside further cost reduction actions if required should enable Leeds CIL to remain a going concern during 2021-22 and beyond.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

Plans for Future Periods

We will maintain the high standard of service provision that has enabled us to successfully deliver and exceed targets in contracts with Leeds City Council since 2011 and support for people receiving Personal Health Budgets and self-funders. We will also update risk assessments as required and maintain coronavirus risk reduction measures for as long as is necessary and will continue to adapt our service provision as needed. We will continue to keep costs as low as possible and actively seek a range of funding sources for ongoing work and projects.

Government and other bodies' economic forecasts suggest that Leeds CIL's beneficiaries, disabled and older people and families with disabled children, will face continuing reductions in their income caused by rises in inflation, tax, and fuel costs. This will have a corresponding negative effect on people's ability to gain and maintain independent living, especially people in marginalised groups whose needs could not be met by 'traditional' care services. Also, the coronavirus pandemic has highlighted the crisis in social care availability and provision and made visible the social isolation that people can experience when they are living in their own homes.

However, alongside the loss of life and other harm caused by the pandemic, a new spirit has emerged of reaching out to other people, volunteering, partnership working and equipping people who have long-term health conditions with the knowledge and support they need to self-manage both their health situation and general wellbeing. Leeds CIL is consulting our beneficiaries on which independent living concerns they have now and how Leeds CIL could assist them in various ways to exercise their right to lead an independent life. We will then invite beneficiaries to co-produce with us new and additional types of independent living support. We therefore look to the future with realistic understanding of the challenges ahead, but also with optimism about what we and our beneficiaries can achieve together.

Trustees' Responsibilities Statement

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

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year Ended 31 March 2021

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Sagars Accountants Ltd is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 3 March 2022 and signed on behalf of the board of trustees by:



Mr R D Moriarty
Trustee

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Auditor's Report to the Members of Leeds Centre for Integrated Living

Year Ended 31 March 2021

Opinion

We have audited the financial statements of Leeds Centre for Integrated Living (the 'charity') for the year ended 31 March 2021 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for Opinion

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

Material Uncertainty Related to Going Concern

We draw attention to note 22 in the financial statements, which indicates that uncertainty over the future position of the service contract with Leeds City Council and a forecast deficit may cast significant doubt on the entity's ability to continue as a going concern. As stated in note 22, these events or conditions indicate that material uncertainties exist that may cast significant doubt on the company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Our evaluation of the directors' assessment of the entity's ability to continue to adopt the going concern basis of accounting included obtaining evidence of ongoing contracts and reviewing the charity's financial forecasts.

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

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Auditor's Report to the Members of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2021

Other Information

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the Companies Act 2006

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

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on Which We are Required to Report by Exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Auditor's Report to the Members of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2021

Responsibilities of Trustees

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

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

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Auditor's Report to the Members of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2021

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006 together with the Charities SORP (FRS102) 2019.

We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The laws and regulations we considered in this context were Charities Commission Regulations and requirements from funders.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of income and the override of controls by management. Our audit procedures to respond to these risks included:

- enquiries of management and the Trustees about their own identification and assessment of the risks of irregularities, - sample testing on the posting of journals,
- reviewing accounting estimates for biases,
- reviewing contracts and carrying out detailed substantive testing on the completeness of income,- reading minutes of meetings of those charged with governance; and
- obtaining confirmation from the trustees that there was no regulatory correspondence with the Charity Commission.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions,

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Auditor's Report to the Members of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2021

misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Leeds Centre for Integrated Living

Company Limited by Guarantee

Independent Auditor's Report to the Members of Leeds Centre for Integrated Living *(continued)*

Year Ended 31 March 2021

Use of Our Report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Susan Seaman BA FCA CIOT (Senior Statutory Auditor)

For and on behalf of
Sagars Accountants Ltd
Chartered accountants & statutory auditor

Gresham House
5-7 St Paul's Street
Leeds
LS1 2JG

3 March 2022

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year Ended 31 March 2021

		Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
Income and endowments	Note				
Donations and legacies	5	–	–	–	44
Charitable activities	6	907,267	27,354	934,621	970,984
Investment income	7	131	–	131	294
Total income		<u>907,398</u>	<u>27,354</u>	<u>934,752</u>	<u>971,322</u>
Expenditure					
Expenditure on charitable activities	8,9	1,071,214	28,394	1,099,608	1,151,664
Total expenditure		<u>1,071,214</u>	<u>28,394</u>	<u>1,099,608</u>	<u>1,151,664</u>
Net expenditure		<u>(163,816)</u>	<u>(1,040)</u>	<u>(164,856)</u>	<u>(180,342)</u>
Transfers between funds		2,351	(2,351)	–	–
Other recognised gains and losses					
Actuarial losses on defined benefit pension schemes		(407,000)	–	(407,000)	(15,000)
Net movement in funds		<u>(568,465)</u>	<u>(3,391)</u>	<u>(571,856)</u>	<u>(195,342)</u>
Reconciliation of funds					
Total funds brought forward		(842,227)	2,341	(839,886)	(644,544)
Total funds carried forward		<u>(1,410,692)</u>	<u>(1,050)</u>	<u>(1,411,742)</u>	<u>(839,886)</u>

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

The notes on pages 25 to 37 form part of these financial statements.

Company Limited by Guarantee

Statement of Financial Position

31 March 2021

	Note	2021 £	£	2020 £	£
Fixed Assets					
Tangible fixed assets	16		43,847		44,867
Current Assets					
Debtors	17	27,096		33,317	
Cash at bank and in hand – Charity		240,892		354,312	
Cash at bank and in hand – Client		5,331,091		4,279,909	
		<u>5,599,079</u>		<u>4,667,538</u>	
Creditors: amounts falling due within one year	18	<u>5,482,668</u>		<u>4,389,291</u>	
Net Current Assets			<u>116,411</u>		<u>278,247</u>
Total Assets Less Current Liabilities			<u>160,258</u>		<u>323,114</u>
Net Assets Excluding Defined Benefit Pension Plan Liability			<u>160,258</u>		<u>323,114</u>
Defined benefit pension plan liability	19		<u>1,572,000</u>		<u>1,163,000</u>
Net Liabilities Including Defined Benefit Pension Plan Liability			<u>(1,411,742)</u>		<u>(839,886)</u>
Funds of the Charity					
Restricted funds			(1,050)		2,341
Unrestricted funds:					
Defined benefit pension reserve		(1,572,000)		(1,163,000)	
Other unrestricted income funds		<u>161,308</u>		<u>320,773</u>	
Total unrestricted funds		<u>(1,410,692)</u>		<u>(842,227)</u>	
Total charity funds	20		<u>(1,411,742)</u>		<u>(839,886)</u>

These financial statements were approved by the board of trustees and authorised for issue on 3 March 2022, and are signed on behalf of the board by:



Mr R D Moriarty
Trustee

The notes on pages 25 to 37 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Statement of Cash Flows

Year Ended 31 March 2021

	2021 £	2020 £
Cash Flows from Operating Activities		
Net expenditure	(164,856)	(180,342)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	8,509	6,948
Other interest receivable and similar income	(131)	(294)
Interest payable and similar charges	953	550
Defined benefit pension plan employer contributions	(23,000)	192,000
Accrued expenses	328	5,184
Pension fund costs	25,000	23,000
<i>Changes in:</i>		
Trade and other debtors	6,221	(3,134)
Trade and other creditors	1,093,049	689,871
Cash generated from operations	946,073	733,783
Interest paid	(953)	(550)
Interest received	131	294
Net cash from operating activities	945,251	733,527
Cash Flows from Investing Activities		
Purchase of tangible assets	(7,489)	(51,815)
Net cash used in investing activities	(7,489)	(51,815)
Net Increase in Cash and Cash Equivalents	937,762	681,712
Cash and Cash Equivalents at Beginning of Year	4,634,221	3,952,509
Cash and Cash Equivalents at End of Year	5,571,983	4,634,221

The notes on pages 25 to 37 form part of these financial statements.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2021

1. General Information

The principal activity of the charity during the year was to promote social inclusion for the public benefit among disabled and older people who are or may be socially excluded due to disability or age. More information is included in the Trustees report on pages 1 to 15.

The charity is a public benefit entity and a private company limited by guarantee which is incorporated and registered in England (no. 07534989) and Registered Charity no. 1147077. The address of the registered office is:

Cartelli House
2 Arthur Street
Stanningley
Leeds
LS28 6JY

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention.

Going Concern

The Trustees consider that given the current level of unrestricted reserves, it is appropriate to prepare the financial statements on the going concern basis. Further detail is given at note 22 to the accounts.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Details of these judgements are set out in the accounting policies.

Fund Accounting

Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the Directors.

Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

3. Accounting Policies *(continued)*

Incoming Resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources Expended

All resources expended are included in the Statement of Financial Activities on an accruals basis.

Costs of activities in furtherance of the charity's objectives comprise all costs in respect of and directly attributable to providing an independent living support service.

Governance costs represent the expenses in connection with the administration of the charity and compliance with constitutional and statutory requirements.

Certain expenditure is directly attributable to specific activities and has been included in these categories. Certain other costs, which are attributable to more than one activity, are apportioned across categories on the basis of an estimate of the proportion of time spent by staff on those activities.

Operating Leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Tangible Assets

All fixed assets are initially recorded at cost.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

3. Accounting Policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold improvements	-	Over the life of the lease
Office equipment	-	25% straight line
Service user equipment	-	25% straight line

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

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 the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

3. Accounting Policies *(continued)*

Defined Benefit Plans

The company recognises a defined net benefit pension asset or liability in the statement of financial position as the net total of the present value of its obligations and the fair value of plan assets out of which the obligations are to be settled. The defined benefit liability is measured on a discounted present value basis using a rate determined by reference to market yields at the reporting date on high quality corporate bonds. Defined benefit obligations and the related expenses are measured using the projected unit credit method. Plan surpluses are recognised as a defined benefit asset only to the extent that the surplus is recoverable either through reduced contributions in the future or through refunds from the plan.

Changes in the net defined benefit asset or liability arising from employee service are recognised in income or expenditure as a current service cost where it relates to services in the current period and as a past service cost where it relates to services in prior periods. Costs relating to plan introductions, benefit changes, curtailments and settlements are recognised in income or expenditure in the period in which they occur.

Net interest is determined by multiplying the net defined benefit liability by the discount rate, both as determined at the start of the reporting period, taking account of any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. Net interest is recognised in income or expenditure.

4. Limited by Guarantee

The company is limited by guarantee, having no share capital. Members liability in the event of winding up of the company is limited to £1 each.

5. Donations and Legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	—	—	44	44

6. Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Payments from governments or public authorities in the normal course of trading	810,922	—	810,922
Performance-related grants	(2,193)	27,354	25,161
Service user fees	98,538	—	98,538
	<u>907,267</u>	<u>27,354</u>	<u>934,621</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

6. Charitable Activities *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Payments from governments or public authorities in the normal course of trading	810,922	–	810,922
Performance-related grants	–	52,803	52,803
Service user fees	107,259	–	107,259
	<u>918,181</u>	<u>52,803</u>	<u>970,984</u>

7. Investment Income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	131	<u>131</u>	294	<u>294</u>

8. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Independent Living Support service	687,222	6,735	693,957
Support costs	383,992	21,659	405,651
	<u>1,071,214</u>	<u>28,394</u>	<u>1,099,608</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Independent Living Support service	710,215	30,109	740,324
Support costs	392,214	19,126	411,340
	<u>1,102,429</u>	<u>49,235</u>	<u>1,151,664</u>

9. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly £	Support costs £	Total funds 2021 £	Total fund 2020 £
Independent Living Support service	693,957	355,085	1,049,042	1,098,052
Governance costs	–	50,566	50,566	53,612
	<u>693,957</u>	<u>405,651</u>	<u>1,099,608</u>	<u>1,151,664</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

10. Analysis of Support Costs

	Independent Living Support service £	Total 2021 £	Total 2020 £
Staff costs	197,697	197,697	207,034
Premises	65,551	65,551	51,905
Communications and IT	41,773	41,773	37,369
Governance costs	50,566	50,566	53,612
Training	2,669	2,669	10,011
Printing, stationery and marketing	14,294	14,294	22,552
Access to Work costs	17,979	17,979	16,165
Legal and professional fees	3,455	3,455	3,709
Depreciation	8,509	8,509	6,948
Other office costs	3,158	3,158	2,035
	<u>405,651</u>	<u>405,651</u>	<u>411,340</u>

11. Taxation

The company is a registered charity and has obtained confirmation from HMRC that it is a charitable company and meets the exemption from corporation tax under Schedule 6 of the Finance Act 2010. All income and expenditure is applied for charitable purposes and hence the result for the year is treated as being exempt from corporation tax.

12. Net Expenditure

Net expenditure is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	8,509	<u>6,948</u>

13. Auditors Remuneration

	2021 £	2020 £
Fees payable for the audit of the financial statements	9,725	<u>8,963</u>

14. Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
Wages and salaries	580,923	610,418
Social security costs	43,601	43,428
Employer contributions to pension plans	191,851	213,099
Other employee benefits	18,550	<u>32,554</u>
	<u>834,925</u>	<u>899,499</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

14. Staff Costs *(continued)*

The average head count of employees during the year was 28 (2020: 27). The average number of full-time equivalent employees during the year is analysed as follows:

	2021 No.	2020 No.
Number of direct payroll staff	14	15
Number of administrative staff	8	6
Number of management staff	6	6
	<u>28</u>	<u>27</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

Key Management Personnel

Key management personnel of the charity, comprise the trustees, the Chief Executive Office, the officer manager, the service development manager, the finance and support co-ordinator, the team leader PA & Brokerage section and the Team leader payroll services. The total remuneration for the key management personnel during the year was £252,776 (2020 - £215,728). The increase in 2021 is primarily due to higher pension costs in the year

15. Trustee Remuneration and Expenses

Travel expenses of £nil (2020 - £548) were paid on behalf of all the Trustees, when they attend meetings. No other remuneration is paid to Trustees.

16. Tangible Fixed Assets

	Leasehold improvements £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 April 2020	40,034	1,971	42,409	84,414
Additions	2,080	–	5,409	7,489
At 31 March 2021	<u>42,114</u>	<u>1,971</u>	<u>47,818</u>	<u>91,903</u>
Depreciation				
At 1 April 2020	4,003	1,971	33,573	39,547
Charge for the year	4,211	–	4,298	8,509
At 31 March 2021	<u>8,214</u>	<u>1,971</u>	<u>37,871</u>	<u>48,056</u>
Carrying amount				
At 31 March 2021	<u>33,900</u>	<u>–</u>	<u>9,947</u>	<u>43,847</u>
At 31 March 2020	<u>36,031</u>	<u>–</u>	<u>8,836</u>	<u>44,867</u>

17. Debtors

	2021 £	2020 £
Trade debtors	7,339	4,665
Prepayments and accrued income	19,757	28,652
	<u>27,096</u>	<u>33,317</u>

Included within trade debtors is a balance of £971 (2020 - £1,290) which relates to amounts due from customers to cover payroll services.

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

18. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	334,819	399,984
Accruals and deferred income	21,062	20,734
Social security and other taxes	48,499	42,922
Pension fund	12,884	3,984
Other creditors	5,065,404	3,921,667
	<u>5,482,668</u>	<u>4,389,291</u>

Included within trade creditors is a balance of £313,710 (2020 - £393,112) which relates to funds paid in advance by customers to cover payroll services.

The figure for other creditors includes managed client bank accounts of £4,936,683 (2020 - £3,839,868). Bank accounts are in the joint name of Leeds CIL and the individual members and as such the balances are included in the bank balance in the charity balance sheet. However, as these funds belong to the members a corresponding creditor is included.

19. Pensions and Other Post Retirement Benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £191,851 (2020: £213,099).

Defined benefit plans

The company's pension scheme is part of the West Yorkshire Pension Fund administered by the City of Bradford Metropolitan Council. Benefits are based on final pensionable pay and contributions are charged to the income and expenditure account so as to spread the costs of the pension over the employees working lives with the company. The contributions are determined by a qualified actuary (on the basis of triennial valuations using the projected unit method). The expected employer contributions for next year are at a rate of 21.20%.

The most recent valuation was carried out for the defined benefit scheme at 31st March 2019 by AON Hewitt Limited using the Projected unit method and revised contribution rates have been effective from 1 April 2020.

The statement of financial position net defined benefit liability is determined as follows:

	2021	2020
	£	£
Present value of defined benefit obligations	(3,801,000)	(2,756,000)
Fair value of plan assets	2,229,000	1,593,000
	<u>(1,572,000)</u>	<u>(1,163,000)</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

19. Pensions and Other Post Retirement Benefits *(continued)*

Changes in the present value of the defined benefit obligations are as follows:

	2021 £
At 1 April 2020	2,756,000
Current service cost	192,000
Interest expense	64,000
Benefits paid	(18,000)
Contributions by plan participants	34,000
Remeasurements:	
Actuarial gains and losses	773,000
At 31 March 2021	<u>3,801,000</u>

Changes in the fair value of plan assets are as follows:

	2021 £
At 1 April 2020	1,593,000
Interest income	39,000
Benefits paid	(18,000)
Contributions by employer	215,000
Contributions by plan participants	34,000
Remeasurements:	
Actuarial gains and losses	366,000
At 31 March 2021	<u>2,229,000</u>

The total costs for the year in relation to defined benefit plans are as follows:

	2021 £	2020 £
Recognised in income or expenditure:		
Current service cost	192,000	189,000
Past service credit	–	24,000
Net interest expense	25,000	23,000
	<u>217,000</u>	<u>236,000</u>

The fair value of the major categories of plan assets are as follows:

	2021 %	2020 %
Equity instruments	80.00	78.00
Debt instruments	13.00	14.00
Property	4.00	5.00
Cash and cash equivalents	2.00	2.00
Other	1.00	1.00

The return on plan assets are as follows:

	2021 £	2020 £
Return on assets of benefit plan	<u>405,000</u>	<u>(148,000)</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

19. Pensions and Other Post Retirement Benefits *(continued)*

The principal actuarial assumptions as at the statement of financial position date were:

	2021	2020
	%	%
Discount rate	2.00	2.00
Expected rate of salary increase	4.00	3.00
Expected rate of increase in pensions	3.00	2.00
Inflation assumption	3.00	2.00
Other	<u>3.00</u>	<u>2.00</u>

20. Analysis of Charitable Funds

Unrestricted funds

	At 1 Apr 2020	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
General funds	320,773	907,398	(1,069,214)	2,351	–	161,308
Pension	(1,163,000)	–	(2,000)	–	(407,000)	(1,572,000)
	<u>(842,227)</u>	<u>907,398</u>	<u>(1,071,214)</u>	<u>2,351</u>	<u>(407,000)</u>	<u>(1,410,692)</u>

	At 1 Apr 2019	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2020 £
General funds	283,107	918,519	(887,429)	6,576	–	320,773
Pension	(933,000)	–	(215,000)	–	(15,000)	(1,163,000)
	<u>(649,893)</u>	<u>918,519</u>	<u>(1,102,429)</u>	<u>6,576</u>	<u>(15,000)</u>	<u>(842,227)</u>

Restricted funds

	At 1 Apr 2020	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
Access to work	(1,187)	16,429	(17,979)	1,187	–	(1,550)
TDS	3,528	10,925	(10,415)	(3,538)	–	500
	<u>2,341</u>	<u>27,354</u>	<u>(28,394)</u>	<u>(2,351)</u>	<u>–</u>	<u>(1,050)</u>

	At 1 Apr 2019	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2020 £
Access to work	(1,227)	16,205	(16,165)	–	–	(1,187)
TDS	6,576	36,598	(33,070)	(6,576)	–	3,528
	<u>5,349</u>	<u>52,803</u>	<u>(49,235)</u>	<u>(6,576)</u>	<u>–</u>	<u>2,341</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

20. Analysis of Charitable Funds *(continued)*

Access to Work

Specific funds are received on an annual basis to cover the costs of a Personal Assistant for S Morrell, Chief Executive.

TDS

Specific funding given to provide a training and development service for employers.

21. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	43,847	–	43,847
Current assets	5,598,579	500	5,599,079
Creditors less than 1 year	(5,481,118)	(1,550)	(5,482,668)
Defined benefit pension	(1,572,000)	–	(1,572,000)
Net assets	(1,410,692)	(1,050)	(1,411,742)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	44,867	–	44,867
Current assets	4,664,009	3,529	4,667,538
Creditors less than 1 year	(4,388,103)	(1,188)	(4,389,291)
Defined benefit pension	(1,163,000)	–	(1,163,000)
Net assets	(842,227)	2,341	(839,886)

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

22. Going Concern

The directors consider the charitable company to be a going concern and the financial statements have been prepared on that basis.

In coming to this conclusion the directors have considered the continued impact of Covid-19 on the forecasts and post year end results. Although Covid has had some financial impact this has been mitigated by steps management have taken to control costs and therefore, the overall financial impact is not thought to be significant.

The directors have considered the uncertainty in relation to the ongoing service contract with Leeds City Council which provides the majority of the income for the charity. The contract initially ceased as at 31 March 2017 and has been subsequently extended up to November 2022. It is expected that Leeds City Council will carry out a procurement process in early 2023. Discussions have taken place with the Council and the board is confident it would be successful in an open market tender process, given the track record of successfully delivering the contract as reviewed by LCC in 2015. If the service contract is not renewed costs will need to be reduced accordingly to ensure the entity is still a going concern.

Draft budgets have been prepared for the period to 31 March 2023 which show a deficit creating a need for additional funding. The Board is continuing to look at alternative sources of funding that may be available in order to help improve the financial stability. Whilst it is recognised that the company faces significant financial challenges, the Board and management are working closely in order to develop a robust financial plan to secure the financial future of the company.

The company meets its day to day working capital requirements through available cash resources which include receipts in advance from customers in advance of payroll being run.

The company has reported net liabilities of £1,411,742 to 31 March 2021 as a result of its obligations as an employer within the Local Government Pension Scheme (LGPS). The Balance Sheet at 31 March 2021 includes a pension scheme liability of £1,572,000 to LGPS.

Actual contributions paid by the company during the year totalled £214,782. Based on a similar level of future contributions the Directors consider that the company is able to finance this pension liability in the short term and the Directors are not aware of any reason why the liability of £1,572,000 would crystallise in the next few years.

The financial statements have therefore been drawn up on a going concern basis, which assumes that service contracts will be renewed at an adequate level to secure the financial stability of the company.

23. Analysis of Changes in Net Debt

	At 1 Apr 2020	Cash flows	At 31 Mar 2021
	£	£	£
Cash at bank and in hand	<u>4,634,221</u>	<u>937,762</u>	<u>5,571,983</u>

Leeds Centre for Integrated Living

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year Ended 31 March 2021

24. Operating Lease Commitments

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

	2021	2020
	£	£
Later than 1 year and not later than 5 years	50,000	104,588
Later than 5 years	22,420	–
	<u>72,420</u>	<u>104,588</u>

25. Related Parties

The Trustees and their families are able to access the services of Leeds CIL on the same basis as the rest of the community and do not receive any special treatment. The services that are provided are always based on the needs of the client and are bespoke to that individual.