

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2021
FOR
THE HUT YORK LIMITED

UHY Calvert Smith
Chartered Accountants
Heritage House
Murton Way
Osbaldwick
York
YO19 5UW

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Charity's aims are:

- To improve the quality of life for our members through purposeful activity and learning opportunities
- Providing a meaningful, purposeful, and educational occupation in a safe space to our members
- Helping our members to feel valued and listened to, enabling members to develop responsibility and respect through social contact and being part of our growing community.

Background

The Hut York Limited, is a registered charity and limited company established in 2011 by 3 senior nurses working in residential care. It was created in response to an increasing need for day facilities in York and to provide purposeful activities and support primarily for people with enduring mental health issues and/or learning disabilities.

The Hut buildings are single storey wheelchair accessible. The main Hut building was previously leased from York City Council. Subsequently, we acquired an asset transfer for the main building and also for an adjacent building now referred to as The Hubble. The charity is located on Wigginton Road near to York Hospital with good bus routes, and a place for members to be dropped off by car.

Our service is open to any individual whose needs we can meet, although most of our members are adults with enduring mental health issues and/or learning disabilities, we open our services to the wider public providing that we are in a position to meet their needs.

The Hut offers a safe space where members can access a wide range of activities and learning opportunities. We provide arts, crafts and music sessions, promoting physical wellbeing with games sessions and chair-based exercises as well as healthy eating advice.

We hold a weekly Men's Lunching Club giving participants the opportunity to talk about anything in a non-judgemental environment, opening the door to respectful debate, forging bonds and friendships, and encouraging peer help and advice.

We run social skills and work experience programmes, promoting learning, confidence building and improving self-esteem. Stepping Stones continued this year, looking at life and daily living skills. This is now known as The Hubble Health and Wellbeing programme, formerly known as the Aspire Programme, which runs sessions including: My Journey, Moving Forward, Hut Scribes, Hut Made, Members Development Committees and Next Steps.

We run a Hearing Voices weekly session for voice hearers where shared experiences and acceptance help to reduce feelings of social isolation and help members feel valued and understood. We hold workshops from MEG (MEG - Music Education Group), workshops in food craft, art and craft, pottery, fine art and printing.

We encourage and promote socialising, giving members confidence and alleviating loneliness.

The service offers training opportunities to both members and volunteers (helping to populate CVs and interview skills) and offers bespoke training in all aspects of health and social care to a local group of care homes.

The Charity's aims

As a members led charity the opinions of our members are at the forefront of decisions we make. We hold a monthly members development group that captures what is important to them and the benefits of having The Hut, a service that meets the needs of so many.

Significant events during the year

Impact of COVID-19

During the current and prior year, starting from March 2020, The Hut York Limited was temporarily closed as a result of the COVID-19 pandemic restrictions. This closure lasted until September 2020. During the period January - March 2021 The Hut was temporarily closed again. In total, this has reduced the current accounting year to an effective 8 months of trading. The charity has made use of the Coronavirus Job Retention Scheme in the current and prior years, to help alleviate the financial impact of the pandemic and to restart operations post lockdowns. Thankfully, the Trustees are not aware of any significant going concern risks as a result of the pandemic.

Opening of The Hubble

At the end of the period, the Charity completed the development of 'The Hubble', a new building used to assist with the expansion of our service, to further meet the needs of our beneficiaries.

Appraisal of finances

We generate income from session fees, donations and specific funding.

This last year the income has been spent on organisational running costs. These include building charges, an average of 4 staff salaries, the cost of training volunteers and materials for the sessions offered to our members.

Reserves policy

The Hut aims to hold sufficient reserves to meet ongoing running costs and provide reasonable financial security for the charity.

Philosophy

We believe we all need purpose. It's a proven fact that when people with mental health illness have focus and purpose in their lives their symptoms are more manageable, and quality of life is better. Our members' opinions are at the forefront of our decisions.

Vision

Our vision is of a sustainable and wide programme of activities and educational courses for people with enduring mental health issues and/or learning disabilities, based on our members' aspirations and goals for the future.

Statutory declaration

The trustees have complied with their duty under the Charities Act 2011 to have due regard to public benefit guidance published by the Charities Commission.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing documents, its memorandum and articles, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

The policy for the recruitment of Trustees is that of recommendation. Prospective Trustees are required to provide a Curriculum Vitae in advance, which will be reviewed by the existing board members in consideration of eligibility and the needs of the organisation. An interview with the existing board members is then arranged, and on completion a vote is taken in the absence of the candidate, before a final decision is announced.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07713526 (England and Wales)

Registered Charity number

1147146

Registered office

5 Rawcliffe Landing
York
North Yorkshire
YO30 1XL

Trustees

Mrs L Dexter
Mrs P Graver
Dr D Geddes
R C Dixon
R Buglass
Ms M Chung
Mrs C Porter
B Joscelyne
Mrs B Riley

Independent Examiner

Linda Hare FCCA CTA
UHY Calvert Smith
Chartered Accountants
Heritage House
Murton Way
Osbalwick
York
YO19 5UW

Approved by order of the board of trustees on 27 April 2022 and signed on its behalf by:

R Buglass - Trustee

Independent examiner's report to the trustees of The Hut York Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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 Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Linda Hare FCCA CTA
UHY Calvert Smith
Chartered Accountants
Heritage House
Murton Way
Osbalwick
York
YO19 5UW

27 April 2022

THE HUT YORK LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 JULY 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	51,578	69,273	120,851	85,459
Charitable activities	4				
Day facilities and activities		15,381	-	15,381	13,913
Training and room hire		21,360	-	21,360	23,600
Total		88,319	69,273	157,592	122,972
EXPENDITURE ON					
Charitable activities					
Day facilities and activities		77,350	8,876	86,226	79,656
NET INCOME		10,969	60,397	71,366	43,316
Transfers between funds	13	93,686	(93,686)	-	-
Net movement in funds		104,655	(33,289)	71,366	43,316
RECONCILIATION OF FUNDS					
Total funds brought forward		23,920	48,840	72,760	29,444
TOTAL FUNDS CARRIED FORWARD		128,575	15,551	144,126	72,760

The notes form part of these financial statements

BALANCE SHEET
31 JULY 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	10	106,962	-	106,962	-
CURRENT ASSETS					
Debtors	11	114	-	114	2,323
Cash at bank and in hand		43,059	15,551	58,610	73,211
		<u>43,173</u>	<u>15,551</u>	<u>58,724</u>	<u>75,534</u>
CREDITORS					
Amounts falling due within one year	12	(21,560)	-	(21,560)	(2,774)
NET CURRENT ASSETS		<u>21,613</u>	<u>15,551</u>	<u>37,164</u>	<u>72,760</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		128,575	15,551	144,126	72,760
NET ASSETS		<u>128,575</u>	<u>15,551</u>	<u>144,126</u>	<u>72,760</u>
FUNDS	13				
Unrestricted funds				128,575	23,920
Restricted funds				15,551	48,840
TOTAL FUNDS				<u>144,126</u>	<u>72,760</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

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

The financial statements were approved by the Board of Trustees and authorised for issue on 27 April 2022 and were signed on its behalf by:

R Buglass - Trustee

1. CHARITY INFORMATION

The Hut York Limited is a private charitable company, limited by guarantee, registered with the Charity Commission in England and Wales.

The address of its registered office is 5 Rawcliffe Landing, York, North Yorkshire, YO30 1XL.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Freehold property	- 5% straight line
Fixtures and fittings	- 20% straight line

Depreciation charges commence from when an asset is brought into use by the charity.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

In accordance with the Charities SORP (FRS102), fixed assets acquired using restricted income are classified as unrestricted when this is consistent with their use.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

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

Pension costs and other post-retirement benefits

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

Reclassification of income

Income from members' session fees and from training delivered by the charity has been reclassified as charitable activities, having previously been included as other trading activities. This classification is considered to better represent the nature of these activities, in accordance with the Charity SORP (FRS102).

This change has no effect on the previously stated results or financial position of the charity.

3. DONATIONS AND LEGACIES

	2021	2020
	£	£
Grants and donations received	120,847	83,387
Fundraising committee	4	2,072
	<u>120,851</u>	<u>85,459</u>

The fundraising committee is separate to The Hut. They raise income for the charity through a range of fundraising events. The net proceeds from these events are paid to The Hut and shown as donations per the above note.

Grants and donations received, included in the above, are as follows:

Grants and donations received

	2021	2020
	£	£
Charitable grants and donations received	117,328	56,031
COVID-19 grant	-	10,000
Coronavirus job retention scheme income	3,522	17,357
	<u>120,850</u>	<u>83,388</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2021

4. INCOME FROM CHARITABLE ACTIVITIES

		2021 £	2020 £
Fees	Activity		
	Day facilities and activities	15,381	13,913
Training and room hire	Training and room hire	21,360	23,600
		<u>36,741</u>	<u>37,513</u>

5. SUPPORT COSTS

	Organisational running costs £	Finance £	Totals £
Day facilities and activities	<u>86,194</u>	<u>32</u>	<u>86,226</u>

Support costs, included in the above, are as follows:

Organisational running costs

	2021 Day facilities and activities £	2020 Total activities £
Wages and salaries	58,390	61,107
Social security	899	1,354
Pensions	1,566	1,657
Equipment hire	1,482	1,507
Rent and rates	769	(73)
Accountancy and professional	2,902	2,936
Activities	1,480	351
Materials	1,695	1,348
Telephone	1,561	871
Postage and stationery	571	348
Sundries	369	210
Advertising and promotion	296	506
Insurance	642	555
Light and heat	4,937	3,277
Repairs and renewals	3,657	2,205
Cleaning	2,036	1,119
Bad debts	2,149	-
Depreciation of tangible and heritage assets	323	-
Training	470	311
	<u>86,194</u>	<u>79,589</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 20215. SUPPORT COSTS - continued
Finance

	2021 Day facilities and activities £	2020 Total activities £
Bank charges	32	67
	<u> </u>	<u> </u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021 £	2020 £
Depreciation - owned assets	323	-
Hire of plant and machinery	1,482	1,507
Independent examiner's fee (inclusive of VAT)	1,356	1,145
	<u> </u>	<u> </u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2021 nor for the year ended 31 July 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 July 2021 nor for the year ended 31 July 2020.

8. STAFF COSTS

	2021	2020
Wages and salaries	58,390	61,107
Employer's National Insurance	899	1,354
Pensions	1,566	1,657
	<u> </u>	<u> </u>
	<u>60,855</u>	<u>64,118</u>

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

	2021	2020
Employees	4	5
	<u> </u>	<u> </u>

No employees received emoluments in excess of £60,000.

Key Management Personnel:

8. STAFF COSTS - continued

The key management personnel of the charity are considered to be the Trustees. The Trustees were not remunerated for their work.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	59,205	26,254	85,459
Charitable activities			
Day facilities and activities	13,913	-	13,913
Training and room hire	23,600	-	23,600
Total	96,718	26,254	122,972
EXPENDITURE ON			
Charitable activities			
Day facilities and activities	72,328	7,328	79,656
NET INCOME	24,390	18,926	43,316
Transfers between funds	(18,995)	18,995	-
Net movement in funds	5,395	37,921	43,316
RECONCILIATION OF FUNDS			
Total funds brought forward	18,526	10,918	29,444
TOTAL FUNDS CARRIED FORWARD	23,921	48,839	72,760

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2021

10. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 August 2020	-	2,828	2,828
Additions	105,668	1,617	107,285
	<u>105,668</u>	<u>4,445</u>	<u>110,113</u>
At 31 July 2021	105,668	4,445	110,113
DEPRECIATION			
At 1 August 2020	-	2,828	2,828
Charge for year	-	323	323
	<u>-</u>	<u>3,151</u>	<u>3,151</u>
At 31 July 2021	-	3,151	3,151
NET BOOK VALUE			
At 31 July 2021	<u>105,668</u>	<u>1,294</u>	<u>106,962</u>
At 31 July 2020	<u>-</u>	<u>-</u>	<u>-</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other debtors	114	2,323
	<u>114</u>	<u>2,323</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	319	112
Social security and other taxes	929	664
Other creditors	15,164	317
Credit card	908	380
Accrued expenses	4,240	1,301
	<u>21,560</u>	<u>2,774</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2021

13. MOVEMENT IN FUNDS

	At 1.8.20 £	Net movement in funds £	Transfers between funds £	At 31.7.21 £
Unrestricted funds				
General	23,920	10,969	93,686	128,575
Restricted funds				
The Hubble Health and Wellbeing Programme	2,567	(12)	1,661	4,216
Phase 1 - Hubble Project	44,407	59,287	(94,970)	8,724
Other Small Restricted Funds	1,372	1,122	(377)	2,117
Phase 2 - The Hut Renovations	494	-	-	494
	<u>48,840</u>	<u>60,397</u>	<u>(93,686)</u>	<u>15,551</u>
TOTAL FUNDS	<u>72,760</u>	<u>71,366</u>	<u>-</u>	<u>144,126</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General	88,319	(77,350)	10,969
Restricted funds			
The Hubble Health and Wellbeing Programme	2,765	(2,777)	(12)
Phase 1 - Hubble Project	64,787	(5,500)	59,287
Other Small Restricted Funds	1,721	(599)	1,122
	<u>69,273</u>	<u>(8,876)</u>	<u>60,397</u>
TOTAL FUNDS	<u>157,592</u>	<u>(86,226)</u>	<u>71,366</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 JULY 2021

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.8.19 £	Net movement in funds £	Transfers between funds £	At 31.7.20 £
Unrestricted funds				
General	961	24,389	(1,430)	23,920
Phase 1 - General	17,565	-	(17,565)	-
	<u>18,526</u>	<u>24,389</u>	<u>(18,995)</u>	<u>23,920</u>
Restricted funds				
The Hubble Health and Wellbeing Programme	4,832	(2,301)	36	2,567
Mens Group	3,431	(3,490)	59	-
Phase 1 - New Building	560	-	(560)	-
Garden	40	-	(40)	-
Phase 2 - Kitchen/Cooker	148	-	(148)	-
Snug Refurbishment	295	-	(295)	-
Non Bake	297	-	(297)	-
Phase 1 - Hubble Project	-	24,768	19,639	44,407
Building Works	1,315	-	(1,315)	-
Other Small Restricted Funds	-	(396)	1,768	1,372
Phase 2 - The Hut Renovations	-	346	148	494
	<u>10,918</u>	<u>18,927</u>	<u>18,995</u>	<u>48,840</u>
TOTAL FUNDS	<u>29,444</u>	<u>43,316</u>	<u>-</u>	<u>72,760</u>

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General	96,718	(72,329)	24,389
Restricted funds			
The Hubble Health and Wellbeing Programme	1	(2,302)	(2,301)
Mens Group	-	(3,490)	(3,490)
Phase 1 - Hubble Project	24,967	(199)	24,768
Other Small Restricted Funds	940	(1,336)	(396)
Phase 2 - The Hut Renovations	346	-	346
	<u>26,254</u>	<u>(7,327)</u>	<u>18,927</u>
TOTAL FUNDS	<u>122,972</u>	<u>(79,656)</u>	<u>43,316</u>

The notes above set out the restricted grants received and utilised in this and the prior year. The balance carried forward relates to funding which has not been utilised for its relevant restricted purpose as at the balance sheet date. These include:

The Hubble Health & Wellbeing Programme - The Hubble Health and Wellbeing Programme (previously known as the Aspire programme) is a members club which runs a number of sessions, with the aim of encouraging members to learn and develop skills which enable them to engage in meaningful occupation.

Men's Group - The Men's Group offers a confidential safe space for male members to talk about anything. It is a non-judgemental space in which members debate with one another, express their feelings and offer help to others in a respectful, safe environment.

Phase 1: Hubble Project - The Hubble Project relates to the conversion of the toilet block next to The Hut premises into a useable space for charitable activities.

Phase 2: The Hut Renovations - Phase 2 relates to renovations on the main building in which The Hut York Limited carries out its charitable activities.

Other Small Restricted Funds - Relates to items of income and expenditure of a restricted nature, deemed to be immaterial due to their low value.

Transfer of funds

£3,097 has been allocated from general to restricted funds in respect of restricted bank and credit card expenditure made from general funds during the year, in relation to Phase 1: Hubble Project, The Hubble Health & Wellbeing Programme and Other Small Restricted Funds.

£7,660 has been allocated from general to restricted funds in the period by the Trustees, in respect of Phase 1: Hubble Project.

13. MOVEMENT IN FUNDS - continued

£104,443 has been allocated from restricted to general funds in the year, in respect of capital expenditure where the corresponding restriction has ended at the point of the relevant capital purchase. The majority of this amounts relates to capital expenditure in respect of building and legal expenditure for the Phase 1: Hubble Project building conversion.

14. RELATED PARTY DISCLOSURES

The Charity received £21,360 (2020: £23,400) in training income from companies in the which the trustees have a business interest.

The Charity recharged £6,853 (2020: £Nil) in payroll costs in relation to employee secondments to companies in which the trustees have a business interest.

The Charity received a £15,000 loan in the year from a company in which trustees have a business interest. The loan is interest free and repayable on demand.