

Charity Registration No. 1147780

Company Registration No. 8069756 (England and Wales)

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022
PAGES FOR FILING WITH REGISTRAR

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees	Mr Christopher Butland	
	Mr Thomas Drury (Chair)	
	Mr James Sloan	
	Mr Nathan Anderson	(Appointed 7 June 2022)
	Mr Thomas Baskerville	(Appointed 7 May 2022)
	Mr James Burch	(Appointed 7 July 2022)
	Mrs Amanda Hargreaves	(Appointed 14 March 2022)
Charity number	1147780	
Company number	8069756	
Registered office	Frontline Centre 147 Lawrence Road Liverpool L15 3HA	
Independent examiner	Tony Stanley ACA BWM Suite 5.1 12 Tithebarn Street Liverpool L2 2DT	
Bankers	CAF Bank PO Box 289 West Malling Kent ME19 4TA	

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COMPANY LIMITED BY GUARANTEE
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**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 AUGUST 2022**

The trustees present their annual report and financial statements for the year ended 31 August 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's memorandum and articles of association, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Imagine If Trust was incorporated on the 15th May 2012 as a Private Company Limited by Guarantee, which is also a Registered Charity.

An introduction to Imagine If Trust

Imagine If Trust was launched in September 2012 as the umbrella organisation for a number of social transformation projects. Most of these projects had previously functioned as part of Frontline Trust. The vision to separate these projects out was to enable them to gain greater influence and impact with the new freedom they would enjoy. The relationship between Imagine If Trust and Frontline Trust remains strong and Frontline Trust continue to be a major supporter of the various projects.

Our vision is to 'Equip passionate people to work collaboratively in providing practical and emotional support'. In this we recognise the priority of working with people as holistically as possible, either by providing a range of projects under the Imagine If Trust umbrella or by partnering with other providers.

While much of our work is focussed on the Liverpool City Region, we also have the privilege of making a significant contribution to the lives of people abroad. To date this has primarily focussed on our Love Congo project – working in the Democratic Republic of Congo.

Objectives and activities

The primary aims of Imagine If Trust are:

- The relief of those in need, financial hardship, sickness or distress.
- To advance education.
- To provide or assist in the provision of facilities in the interests of social welfare.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Objectives reflecting the stated aims above are translated into our core activities, as outlined below.

- The relief of those in need, financial hardship, sickness or distress

All of the projects that we undertake look to address this objective. Whether providing affordable food for those in food poverty or attending a court hearing with one of our tenants through our Genesis Housing project, all our activities have some element of bringing relief to those in distress.

- To advance education

We believe in the power of learning both to empower individuals and to bolster their sense of self-esteem. A number of our projects contribute to this objective including Sticky Fingers Nursery which provides nursery education to children aged 2 to 4, our after school project and our Love Congo project supporting a school in the Democratic Republic of Congo.

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TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 AUGUST 2022**

- To provide or assist in the provision of facilities in the interests of social welfare

As part of our desire to help people out of homelessness we provide supported accommodation through our Genesis Housing project. We currently have 3 properties providing a total of 11 bed spaces in the Wavertree area of Liverpool.

Our partners

We would like to offer our thanks to all the organisations and individuals who have supported us in our work this year, including all of our volunteers, donors and sponsors. Everything Imagine If Trust has achieved this year has been reliant on your valuable contributions, in all their various forms. Thank you specifically to the following donors:

ACTS 435
Albert Hunt Trust
CAF Foundation
Coop Foundation
Feeding Liverpool
Freyson Consulting
Frontline Trust
Green Pastures
LCVS
Liverpool City Council
Radio City Cash for Kids
Safe Families UK
Steve Morgan Foundation

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FOR THE YEAR ENDED 31 AUGUST 2022**

Achievements and performance

Here is a quick summary of each of the projects:

Acts 435

Acts 435 provides a platform for one off needs to be listed on a website anonymously and individual donors match those needs. This direct giving provides fast, financial help to the people in need.

Family Matters

In partnership with the national charity Safe Families for Children, Family Matters provides intensive volunteer support to vulnerable families who are referred to us by social workers.

Food Hub

The Food Hub is a community food store open each week whereby local residents can join up as members and access a whole range of discounted foods for a subscription of £10 per month.

Genesis Housing

Genesis Housing offers supported accommodation to those who would otherwise be homeless or in hostel accommodation. We operate a four bed men's house, a three bed women's house and in April 2021 opened our third property comprising 2 x 2 bed flats to provide follow on accommodation from the other two properties.

Forever Young

A weekly coffee morning that offers companionship to lonely and isolated older people in our community. Our team of staff and volunteers provide space for a chat, to share in an interest or hobby with occasional day trips throughout the year.

Love Congo

Our Love Congo project works alongside partner organisations in the Democratic Republic of Congo (DRC), we provide practical and financial support in a number of areas to help bring about change to these people. The main projects we support are based in the North East of the country where thousands of people have been displaced due to the ongoing conflict.

Sticky Fingers

Sticky Fingers is a parent/carer and toddler group aimed at providing support to parents of young children. These sessions provide a quality environment for the parent and child to explore the art of playing together. We provide refreshments and toast for parents and children, as well as craft activities, song time and a huge amount of space to run around!

Sticky Fingers Day Nursery

Sticky Fingers Day Nursery offers an excellent environment for learning and development, for 2-, 3- and 4-year-olds. The Nursery was launched in 2015 with assistance from Liverpool City Council who had identified a specific need for nursery provision in the L15 postcode area. The priority for the nursery is to offer places to local parents who qualify for free nursery provision.

The Zone

The Zone is our after-school club, started in September 2021 in response to the Covid pandemic and many local families needing extra provision. We now run 2 sessions per week for school years 3-8.

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TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 AUGUST 2022**

Financial review

The trustees have reviewed the financial status of the Trust. Overall, the picture is a positive one but with a recognition that the current economic climate remains challenging for all organisations in the charity sector. In light of this, close monitoring of expenditure and cashflow management is required.

With some generous support from funders, we finished the financial year in a strong position and have a firm foundation for the inevitable challenges that face an expanding organisation in the years to come.

Looking ahead into 2023 and beyond, we continue to be confident in our ability to deliver high quality services which will enable us to achieve our primary objectives.

INVESTMENT POLICY

There are no restrictions on the investment powers of the trustees.

Our liquid funds are held in our current and savings accounts.

RESERVES POLICY

Our reserves policy reflects our desire to maintain a liquid reserve to draw on in the event of any reduction in our donated income and to provide a measure of protection to the delivery of our core objectives. We continue to aim to have a fund of free and liquid reserves equivalent to £60k. This represents 3 months running costs and meets the criteria of our loan agreement with Kingdom Bank.

Net unrestricted current assets at the yearend were £12,433 (2021 £63,124). See note 20.

Risk policy

The trustees have identified the following main risks to our organisation and responses to these risks are outlined below.

1. Health and Safety

A Health and Safety policy has been adopted. Work has been carried out on risk assessments of all existing and new activities and new risk assessments are undertaken as required. Health and Safety induction and training is provided for all involved in project work.

2. Child Protection & Vulnerable Adults

Child Protection and Vulnerable Adults Policies are in place. The Trustees take seriously their responsibility to protect and safeguard the welfare of children, young people and vulnerable adults entrusted to Imagine If's care, and have all undertaken (or in the case of new trustees have been booked onto) Trustee safeguarding training. One Trustee has also been assigned as the Trustee Safeguarding lead.

All those involved (not just those who have access to children, young people and vulnerable adults) are briefed on their responsibilities and are made fully aware of the organisation's child protection and vulnerable adults' policy and procedures. Those involved in activities where they may have contact with children, young people or vulnerable adults are required to undergo DBS checks. A Safeguarding Team has been appointed and meets regularly to ensure that the policy is being implemented and to ensure that the policy remains both effective and up to date. Effective processes are in place to escalate any safeguarding issues from the Safeguarding Team to the Trustee Safeguarding Lead to the Trustee Board where appropriate.

3. Financial Risks

Guidelines are issued to all on proper cash handling procedures and are updated at least once a year. Instructions are issued to avoid making purchases in cash unless it is unavoidable. Internal departmental procedures have been standardised. Departmental records and central accounts are monitored regularly and all departmental budget holders receive monthly budget performance reports.

We receive regular guidance on financial risks from our accountant, the Charity Commission, HMRC and various third sector agencies. This keeps us up to date with newer areas of risk. Our accountant also advises us of any specific areas of weakness that may be identified during the annual independent examination, so that we can take steps to correct or protect against them. The Trustees have also appointed a lead Trustee for finance to ensure the Trustee Board are appropriately sighted on any significant financial risks.

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 AUGUST 2022**

We receive regular guidance on financial risks from our accountant, the Charity Commission, HMRC and various third sector agencies. This keeps us up to date with newer areas of risk. Our accountant also advises us of any specific areas of weakness that may be identified during the annual independent examination, so that we can take steps to correct or protect against them. The Trustees have also appointed a lead Trustee for finance to ensure the Trustee Board are appropriately sighted on any significant financial risks.

PLANS FOR THE FUTURE

Our three key success factors for the year ahead are:

1. Stories of changed lives – all our activities are about people and so stories of lives that have been supported to change are key to our success.
2. Building partnerships – we recognise that supporting people will often take a range of services and so whether it is strengthening links between projects within the Imagine If Trust portfolio, or effective signposting to other agencies, building partnerships is a core requirement.
3. Sustainability – whether it is excellent financial management, good charity governance, or effective fundraising, we recognise the need to strengthen sustainability to ensure that we can continue to serve in the years ahead.

Structure, governance and management

Imagine If Trust is a registered charity and a company limited by guarantee incorporated on 15 May 2012.

Management of Imagine If Trust

The Trustees oversee the legal and financial responsibilities of the Trust, and they meet formally as a board on a regular basis. The trustees also have responsibility for the overall direction and vision of the charity. Day to day responsibility for the running of the charity is delegated to the Chief Executive Officer and the management team working in conjunction with the various project leaders.

Trustees

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

Mr Christopher Butland	
Mr Thomas Drury (Chair)	
Mr John Gibson	(Resigned 7 July 2022)
Mrs Alison Hughes	(Resigned 20 September 2021)
Mrs Lisa Orange	(Resigned 7 July 2022)
Mr James Sloan	
Mr Nathan Anderson	(Appointed 7 June 2022)
Mr Thomas Baskerville	(Appointed 7 May 2022)
Mr James Burch	(Appointed 7 July 2022)
Mrs Amanda Hargreaves	(Appointed 14 March 2022)

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Management Team

James Sloan (CEO), Jemma Orange (Development Manager), Helen Ann Atkins (Operations Manager), Jon McCowen (Early Years Manager) Rachel Marshall (Family Support Manager).

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 AUGUST 2022**

Small company provisions

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board of trustees

Mr Thomas Drury (Chair)
Trustee
Dated: 31 May 2023

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 AUGUST 2022

The trustees, who are also the directors of Imagine If Trust for the purpose of company law, are responsible for preparing the Trustees' Report, and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts 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.

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF IMAGINE IF TRUST**

I report to the trustees on my examination of the accounts of Imagine If Trust (the charity) for the year ended 31 August 2022.

This report is made solely to the charity's trustees, as a body, in accordance with Section 145 of the Charities Act 2011. My examination has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my examination, for this report, or for the opinions I have formed.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's 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, 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).

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

Tony Stanley ACA
BWM
Chartered Accountants
Suite 5.1
12 Tithebarn Street
Liverpool
L2 2DT

Dated: 31 May 2023

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2022**

Current financial year

		Unrestricted funds 2022	Restricted funds 2022	Total 2022	Total 2021
	Notes	£	£	£	£
<u>Income from:</u>					
Donations and legacies	3	96,147	43,873	140,020	183,361
Charitable activities	4	254,574	28,750	283,324	378,877
Investments	5	17	-	17	13
Total income		350,738	72,623	423,361	562,251
<u>Expenditure on:</u>					
Charitable activities	6	404,240	96,049	500,289	442,649
Total expenditure		404,240	96,049	500,289	442,649
Net movement in funds		(53,502)	(23,426)	(76,928)	119,602
<u>Reconciliation of funds</u>					
Fund balances at 1 September 2021		84,190	125,815	210,005	90,403
Fund balances at 31 August 2022		30,688	102,389	133,077	210,005

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

All income and expenditure derive from continuing activities.

The movement in funds detailed above complies with the requirements for a statement of changes in equity under FRS102.

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

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2022**

Prior financial year

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes			
Income from:				
Donations and legacies	3	178,711	4,650	183,361
Charitable activities	4	195,027	183,850	378,877
Investments	5	13	-	13
Total income		373,751	188,500	562,251
Expenditure on:				
Charitable activities	6	361,327	81,322	442,649
Total expenditure		361,327	81,322	442,649
Net movement in funds		12,424	107,178	119,602
Reconciliation of funds				
Fund balances at 1 September 2020		71,766	18,637	90,403
Fund balances at 31 August 2021		84,190	125,815	210,005

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

All income and expenditure derive from continuing activities.

The movement in funds detailed above complies with the requirements for a statement of changes in equity under FRS102.

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

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
BALANCE SHEET**

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	11		170,037		174,692
Current assets					
Debtors	13	826		1,429	
Cash at bank and in hand		71,551		149,529	
		<u>72,377</u>		<u>150,958</u>	
Liabilities					
Creditors: amounts falling due within one year	14	(17,555)		(22,019)	
Net current assets			54,822		128,939
Total net assets			224,859		303,631
Creditors: amounts falling due after more than one year	15		(91,782)		(93,626)
Total net assets			<u>133,077</u>		<u>210,005</u>
The funds of the charity					
Restricted funds	19	102,389		125,815	
Unrestricted funds		30,688		84,190	
Total charity funds		<u>133,077</u>		<u>210,005</u>	

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2022.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

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

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

The financial statements were approved by the Trustees on 31 May 2023

Mr Thomas Drury (Chair)
Trustee

Company Registration No. 8069756

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

1 Accounting policies

Charity information

Imagine If Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Frontline Centre, 147 Lawrence Road, Liverpool, L15 3HA.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

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

The Charity has taken advantage of the provisions in the SORP for Charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the accounts and as detailed in the Trustees' report, the Trustees have considered the impact of Covid-19 on the charity and the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the Trustees continue to adopt the 'going concern' basis of accounting in preparing the accounts.

1.3 Charitable funds

Funds held by the charity are:

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

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.4 Income

Donation and legacy income is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Investment income is recognised on a receivable basis.

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions is recognised as earned (as the related goods or services are provided). Grant income included in this category provides funding to support performance activities and is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

On occasions where the charity received assistance in the form of donated goods and facilities, and the benefit is quantifiable and material, an appropriate amount is included in income and an equivalent amount as expenditure under the relevant heading. The value of services provided by volunteers has not been included in these accounts.

Income from donated services and facilities is included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised when there is no financial cost borne by a third party.

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. The irrecoverable element of VAT is included with the item of expenses to which it relates as this cannot be recovered by the charitable company.

Raising funds comprises those costs incurred by the charity in the delivery of fundraising events.

Charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. Also included is *Governance costs* which are associated with meeting the constitutional and statutory requirements of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are measured at cost and, net of depreciation and any impairment losses. All assets costing more than £1,000 are capitalised at cost.

Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold buildings	2% p.a. on a straight line basis
Fixtures, fittings & equipment	33% p.a. on a straight line basis
Computers	33% p.a. on a straight line basis
Motor vehicles	25% p.a. on a straight line basis

Freehold land is not depreciated.

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

1.7 Impairment of fixed assets

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

**IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022**

1 Accounting policies (Continued)

1.8 Cash and cash equivalents

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

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.10 Employee benefits

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

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

1.11 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.12 Taxation

The charity benefits from various exemptions from taxation afforded by tax legislation and is not liable to corporation tax on income or gains falling within those exemptions. Recovery is made of tax deducted from qualifying income and from receipts under Gift Aid. The charity is not able to recover Value Added Tax. Expenditure is recorded in the accounts inclusive of VAT.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022 £	2022 £	2022 £	2021 £	2021 £	2021 £
Donations and gifts	56,962	43,873	100,835	136,879	4,650	141,529
Core grants	39,185	-	39,185	41,832	-	41,832
	<u>96,147</u>	<u>43,873</u>	<u>140,020</u>	<u>178,711</u>	<u>4,650</u>	<u>183,361</u>
Grants receivable for core activities						
Coronavirus Job Retention Scheme Grant	-	-	-	2,748	-	2,748
Frontline Trust	39,185	-	39,185	39,084	-	39,084
	<u>39,185</u>	<u>-</u>	<u>39,185</u>	<u>41,832</u>	<u>-</u>	<u>41,832</u>

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

4 Charitable activities

	The relief of hardship and advancement of education 2022 £	The relief of hardship and advancement of education 2021 £
Services provided under contract	2,500	86,779
Performance related grants	55,356	213,850
Charitable income	225,468	78,248
	<u>283,324</u>	<u>378,877</u>
Analysis by fund		
Unrestricted funds	254,574	195,027
Restricted funds	28,750	183,850
	<u>283,324</u>	<u>378,877</u>
Performance related grants		
Michael and Betty Little Trust	-	24,000
Albert Hunt	7,000	-
Garfield Weston Foundation	-	20,000
John Moores Foundation	-	4,000
LCVS	18,000	-
Steve Morgan Foundation	25,000	145,000
New Hope	-	3,850
CAF	-	15,000
Bauer Radio	3,000	-
Other	2,356	2,000
	<u>55,356</u>	<u>213,850</u>

5 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Interest receivable	17	13
	<u>17</u>	<u>13</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

6 Charitable activities

	2022	2021
	£	£
The relief of hardship and the advancement of education		
Staff costs	287,204	219,901
Depreciation	4,655	1,808
Premises expenses	41,070	39,832
Repairs and renewals	29,197	60,488
Motor and travel	6,241	6,663
Legal and professional	14,384	21,186
Course and conference expenses	3,889	2,552
Office expenses	1,782	2,479
Food, drink and other purchases	28,671	18,367
Sundry expenses	24,731	11,248
	<u>441,824</u>	<u>384,524</u>
Grant funding of activities (see note 7)	57,065	56,695
Share of governance costs (see note 8)	1,400	1,430
	<u>500,289</u>	<u>442,649</u>
Analysis by fund		
Unrestricted funds	404,240	
Restricted funds	96,049	
	<u>500,289</u>	
For the year ended 31 August 2021		
Unrestricted funds		361,327
Restricted funds		81,322
		<u>442,649</u>

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

7 Grants payable

	2022 £	2021 £
The relief of hardship and the advancement of education		
Grants to institutions:		
CRS Church DRC	39,738	44,680
Our House Walton Community Hub	-	3,482
City Hearts	3,408	655
Bridge 2	6,241	-
Y Kids	3,057	-
	<u>52,444</u>	<u>48,817</u>
Grants to individuals	4,621	7,878
	<u>57,065</u>	<u>56,695</u>

8 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Independent examination fees	-	1,400	1,400	1,430
	<u>-</u>	<u>1,400</u>	<u>1,400</u>	<u>1,430</u>
Analysed between				
Charitable activities	-	1,400	1,400	1,430
	<u>-</u>	<u>1,400</u>	<u>1,400</u>	<u>1,430</u>

Governance costs have been reallocated to charitable activities. They include payments to the independent examiner of £1,400 (2021- £1,430) for independent examination fees and charitable expenditure includes £1,400(2021- £2,425) for accountancy and other services.

9 Trustees

One trustee and one person connected to a trustee (2021 one trustee and one persons connected with a trustee) received remuneration during the year. Four trustees were reimbursed expenses during the period of amounts totalling £7,911(2021- £nil).

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

10 Employees

Number of employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
Charitable	20	17

Employment costs

	2022	2021
	£	£
Wages and salaries	264,022	207,396
Social security costs	13,505	4,993
Other pension costs	9,677	7,512
	287,204	219,901

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

11 Tangible fixed assets

	Freehold buildings	Fixtures, fittings & equipment	Computers	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 September 2021	172,000	2,500	2,892	13,260	190,652
At 31 August 2022	172,000	2,500	2,892	13,260	190,652
Depreciation					
At 1 September 2021	1,433	2,500	2,892	9,135	15,960
Depreciation charged in the year	3,440	-	-	1,215	4,655
At 31 August 2022	4,873	2,500	2,892	10,350	20,615
Carrying amount					
At 31 August 2022	167,127	-	-	2,910	170,037
At 31 August 2021	170,567	-	-	4,125	174,692

Kingdom Bank holds a legal charge over 160 Lawrence Road, Liverpool. Kingdom Bank also hold a floating charge over all the furniture used in the property of the charity. At 31 August 2021 the amount owed to Kingdom Bank was £95,192(2021 £98,626).

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

12	Financial instruments		2022	2021
			£	£
	Carrying amount of financial assets			
	Debt instruments measured at cost		150,958	1,429
			<u> </u>	<u> </u>
	Carrying amount of financial liabilities			
	Measured at cost		100,018	103,459
			<u> </u>	<u> </u>
13	Debtors		2022	2021
			£	£
	Amounts falling due within one year:			
	Trade debtors		800	1,429
	Other debtors		26	-
			<u> </u>	<u> </u>
			826	1,429
			<u> </u>	<u> </u>
14	Creditors: amounts falling due within one year		2022	2021
		Notes	£	£
	Bank loans	16	3,410	5,000
	Other taxation and social security		9,319	12,186
	Trade creditors		270	675
	Other creditors		1,197	797
	Accruals		3,359	3,361
			<u> </u>	<u> </u>
			17,555	22,019
			<u> </u>	<u> </u>
15	Creditors: amounts falling due after more than one year		2022	2021
		Notes	£	£
	Bank loans	16	91,782	93,626
			<u> </u>	<u> </u>

The bank loan is secured by a legal charge over the charity's property as detailed in the fixed asset and borrowing notes.

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

16 Loans and overdrafts

	2022 £	2021 £
Bank loans	95,192	98,626
	<u> </u>	<u> </u>
Payable within one year	3,410	5,000
Payable after one year	91,782	93,626
	<u> </u>	<u> </u>
Amounts included above which fall due after five years:		
Payable by instalments	81,952	(73,626)
	<u> </u>	<u> </u>

The bank loan is secured by legal charge over the charity's property in Lawrence Road, Liverpool.

17 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to the statement of financial activities in respect of defined contribution schemes was £9,678 (2021- £7,512).

18 Operating lease commitments

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

	2022 £	2021 £
Within one year	1,400	11,288
Between two and five years	-	1,400
	<u> </u>	<u> </u>
	1,400	12,688
	<u> </u>	<u> </u>

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

19 Restricted funds

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

	Movement in funds			Movement in funds			Balance at 31 August 2022
	Balance at	Income	Expenditure	Balance at	Income	Expenditure	
	1 September 2020			1 September 2021			
	£	£	£	£	£	£	£
Food Hub	3,897	1,025	-	4,922	30	(1,160)	3,792
Love Congo	12,047	58,398	(43,196)	27,249	27,222	(39,738)	14,733
	1,820	70	(1,890)	-	-	-	-
Christmas meal	-	650	(100)	550	-	-	550
Genesis							
Housing	-	82,835	(9,433)	73,402	-	(820)	72,582
Bab Ftah	873	-	-	873	(714)	(159)	-
Linking lives	-	1,250	-	1,250	-	-	1,250
Family Matters							
	-	25,300	(21,087)	4,213	27,362	(30,865)	710
ACTS435	-	6,190	(5,266)	924	4,825	(5,603)	146
Sticky Fingers Nursery							
	-	5,000	-	5,000	1,930	(5,000)	1,930
Catalyst	-	-	-	-	6,527	(3,909)	2,618
After School	-	-	-	-	5,174	-	5,174
Other funds	-	7,782	(350)	7,432	267	(8,795)	(1,096)
	<u>18,637</u>	<u>188,500</u>	<u>(81,322)</u>	<u>125,815</u>	<u>72,623</u>	<u>(96,049)</u>	<u>102,389</u>

Foodbank is a project that provides emergency food supplies for those in food poverty. Also included in this fund is Liverpool Foodbanks which are funds raised to be shared between the foodbanks serving Liverpool.

Food Hub is a project offering those on low income an opportunity to buy weekly groceries at discounted prices. Love Congo is a project providing support to our partners working in the Democratic Republic of Congo. This funding includes the Medical Centre which is an aspect of our Love Congo work specifically aimed at developing a medical centre in Kasindi – near the Ugandan border. This fund also includes Child Support which supports pupils and teachers in a school in DR Congo.

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

19 Restricted funds

(Continued)

Streetwise is a support project working with street sex workers in Liverpool.

Christmas Meal is a project providing a meal on Christmas Day each year for those who would otherwise be alone or unable to have one.

Genesis Housing is a project that provides supported accommodation for those who would otherwise be homeless. Included in the funds balance is a donation of £60,000 from the Steve Morgan Foundation towards the purchase of a property to be used for the project. These funds are restricted to being used for this period for a period of seven years from April 2021 at which point they will become unrestricted. If the property is sold prior to the end of this seven year period then the monies will need to be returned to the donor.

Bab Ftah is a project that offers support to Muslim women who would otherwise be isolated through a monthly opportunity to meet over a meal.

Linking Lives is a project that matches isolated individuals with those who have some time to befriend and support them.

Family Matters is a project that provides support to families who would otherwise require more significant intervention from Social Care.

ACTS435 is a partner project that connects those requiring small grants with those in need of one off financial assistance.

Sticky Fingers Nursery provides early years education to pre-school children.

20 Other funds relates to smaller projects that are generally short term and meet a specific need.
Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 August 2022 are represented by:						
Tangible assets	110,037	60,000	170,037	114,692	60,000	174,692
Current assets/(liabilities)	12,433	42,389	54,822	63,124	65,815	128,939
Long term liabilities	(91,782)	-	(91,782)	(93,626)	-	(93,626)
	<u>30,688</u>	<u>102,389</u>	<u>133,077</u>	<u>84,190</u>	<u>125,815</u>	<u>210,005</u>

IMAGINE IF TRUST
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2022

21 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022	2021
	£	£
Aggregate compensation	31,200	31,759
	<u> </u>	<u> </u>

During the year the company entered into the following transactions with related parties:

Frontline Trust is an independent charitable company. During the year Frontline Trust has assisted Imagine If Trust by providing grants.

John Gibson was a trustee of Imagine If Trust within the year and his wife continues to be employed by the charity.

Lisa Orange was a trustee of Imagine If Trust within the year and her sister-in-law continues to be employed by the charity.

James Sloan is a trustee and the CEO of the charity. James Sloan is employed as CEO of the charity. He is also a trustee of New Hope Trust who are partnering with Imagine If Trust in developing a medical centre in the DRC. Imagine if Trust provided grants (see note 8).

Trustees donated a total of £910 during the year.

There were no other related party transactions in the year.

22 Company limited by guarantee

Imagine If Trust is incorporated under the Companies Act as a company limited by guarantee. The liability of the members is limited to £1.

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