

DEPAUL HOUSING SERVICES

England & Wales · Charity number 1155073

Details

Status Registered

Legal form Charitable company

Company number [08561164](#)

Registered 2013-12-18

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

Contact

Address Depaul UK
Sherborne House
34-36 Decima Street
London
SE1 4QQ

Phone 0207 939 1220

Email depaulhousingservices@depauluk.org

Website www.depaul.org.uk

Activities

Objects: THE CHARITABLE OBJECTS ARE SPECIFICALLY RESTRICTED TO THE FOLLOWING FOR THE PUBLIC BENEFIT1. TO PROMOTE AND ADVANCE THE RELIEF OF POVERTY BY SUCH MEANS AS THE TRUSTEES SHALL IN THEIR ABSOLUTE DISCRETION DETERMINE, AND IN PARTICULAR (WITHOUT LIMITATION) BY THE PROVISION OF SOCIAL HOUSING IN ENGLAND, ANY OTHER PURPOSES CONNECTED WITH OR INCIDENTAL TO THE PROVISION AND MANAGEMENT OF SOCIAL HOUSING, SHELTER, ACCOMMODATION, TRAINING AND OTHER SERVICES TO PERSONS WHOM THE TRUSTEES SHALL DEEM TO BE IN NEED OF SUCH PROVISION BY REASON OF HOMELESSNESS, DEPRIVATION OR SOCIAL OR ECONOMIC CIRCUMSTANCES (?ELIGIBLE PERSONS?);2. THE ADVANCEMENT OF EDUCATION INCLUDING (WITHOUT LIMITATION) THE PROVISION OF EDUCATION AND TRAINING TO ELIGIBLE PERSONS;3. TO PROVIDE FACILITIES FOR LEISURE-TIME ACTIVITIES FOR ELIGIBLE PERSONS IN THE INTERESTS OF SOCIAL WELFARE SO THAT THEIR CONDITIONS OF LIFE MAY BE IMPROVED, AND4. TO PROMOTE THE EFFICIENCY AND FURTHER THE CHARITABLE OBJECTS OF DEPAUL UK. 'DEPAUL UK' MEANS DEPAUL UK, A COMPANY LIMITED BY GUARANTEE REGISTERED IN ENGLAND AND WALES UNDER COMPANY NUMBER 2440093 AND REGISTERED CHARITY NUMBER 802384.

Activities: The charitable company was formed in 2013 and became a registered social landlord in 2014. The company owns and manages accommodation services for the benefit of homeless young people within the Tyneside and Manchester areas, as well the London Borough of Haringey.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Education/training, The Prevention Or Relief Of Poverty, Accommodation/housing, Economic/community Development/employment, Recreation
- **Who:** Children/young People, People With Disabilities, The General Public/mankind

Geography

- Haringey
- Manchester City
- Newcastle Upon Tyne City

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,058,000	£1,047,000	£601,000	0
2023-12-31	£858,000	£817,000	£590,000	0
2022-12-31	£448,000	£432,000	-	-
2021-12-31	£113,000	£115,000	-	-
2020-12-31	£499,000	£66,000	-	-

Trustees

Name	Role	Appointed
Anthony Ian Hellawell	Chair	2020-10-21
Michael Anthony McCall		2024-12-02
Michael Derek Jones		2020-03-03
Urvashi Bhagat		2023-04-17

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England & Wales - Charity number 1155073

Accounts

DEPAUL HOUSING SERVICES
COMPANY REGISTERED IN ENGLAND and WALES
COMPANY NO: 08561164
CHARITY NO: 1155073
RP NUMBER: 4792

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024

DEPAUL HOUSING SERVICES

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DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2024

TRUSTEES:	Anthony Ian Hellawell (Interim Chair) Urvashi Bhagat Alan D'Arcy (resigned 15 February 2024) Michael Jones Michael McCall (joined 2 December 2024)
COMPANY SECRETARY:	Denis King (to 24 October 2024) Faye Puttock (from 24 October 2024)
CHIEF EXECUTIVE OFFICER:	Alexia Murphy
REGISTERED OFFICE:	34 Decima Street London SE1 4QQ
COMPANY REGISTRATON NUMBER:	08561164 (England and Wales)
CHARITY REGISTRATON NUMBER:	1155073 (England and Wales)
RP NUMBER:	4792 (Regulator of Social Housing number)
AUDITOR:	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW

**DEPAUL HOUSING SERVICES
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2024**

STRUCTURE GOVERNANCE AND MANAGEMENT

Depaul Housing Services (the Charity) is a registered charity, a company limited by guarantee and is also a Registered Provider of social housing (RP). The company was registered on 7 June 2013 under company number 08561164. The sole member of the company is Depaul UK, a charitable company.

The Board of Trustees currently consists of four members who are responsible for, and committed to, leading the Charity, agreeing the Charity's strategic and business plans and associated financial planning and budgets, and monitoring their delivery. Their particular areas of expertise include: the provision of social and supported housing; the homelessness and youth sectors; business and management; the law as it relates to housing in general and affordable housing in particular; and public sector accounting and finance.

A skills audit of Trustees is undertaken regularly to assist in identifying what skills and experience might be lacking on the Board, and this in turn influences the recruitment, selection and appointment process, as does the Board's commitment to broadening its own diversity in order to better reflect the communities it serves. Trustees are formally appointed with prior written approval from Depaul UK.

All Trustees go through a full, comprehensive induction process on appointment and relevant training is then made available throughout their period of appointment to ensure that they are able and confident to perform their duties as Trustees. This is enabled by an annual appraisal process and effectiveness review, at which development needs can be identified.

The Trustees are also responsible for ensuring that this report complies with the governance and financial viability standard and ensure that compliance with the standard is reviewed annually.

The Trustees who served during the year were:

Anthony Ian Hellawell
Urvashi Bhagat
Alan D'Arcy (to 15 February 2024)
Michael Jones
Michael McCall (from 2 December 2024)

OBJECTIVES AND ACTIVITIES

The charitable objects are specifically restricted to the following for the public benefit:

- to promote and advance the relief of poverty by such means as the Trustees shall in their absolute discretion determine, and in particular (without limitation) by the provision of Social Housing in England, any other purposes connected with or incidental to the provision and management of Social Housing, shelter, accommodation, training and other services to persons whom the Trustees shall deem to be in need of such provision by reason of homelessness, deprivation or social or economic circumstances ("eligible persons");
- the advancement of education including (without limitation) the provision of education and training to eligible persons;
- to provide facilities for leisure-time activities for eligible persons in the interests of social welfare so that their conditions of life may be improved; and
- to promote the efficiency and further the charitable objects of Depaul UK.

The Trustees have a strong regard for the public benefit guidance published by the Charity Commission and is in compliance with its duties under Section 17 of the Charities Act 2011.

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The agreed strategic objectives for 2024 were:

1. We aim to provide more homes for the people that need them most
2. We aim to do the basics of social housing brilliantly
3. We will be a great partner
4. We will be a fiscally sound, well governed organisation

These objectives are part of an approved two-year strategy, with revised objectives, which came into effect in 2024. The Charity is operating at a time of high demand for accommodation provision for people who have slept rough or are at risk of doing so. The organisation was landlord to 215 tenants at the end of 2023 growing to 265 tenants at the end of 2024.

The Charity was formed in 2013 and became a registered provider in 2014. The Charity:

- owns a 14-bed property (Depaul House) in North Tyneside,
- owns a 12-bed property (St Vincent Mews) in London,
- holds a 35-year lease on a 12-bed accommodation facility (Safestop) in Manchester,
- owns 14 single occupancy flats in Middlesbrough, 4 of which were purchased in early 2025,
- leases 6 properties in London and Greater Manchester for the delivery of supported housing services for people who have slept rough or are single homeless people,
- is the registered landlord for an additional 141 units across Greater Manchester working in partnership with Caritas, CarePoint, Revolving Doors and SSG.

The Charity provides accommodation and housing management services to young people and vulnerable adults in North Tyneside, Greater Manchester, Middlesbrough and London through management agreements with Depaul UK, and partnerships with Caritas, CarePoint, Revolving Doors and SSG. These activities fully meet the Charity Commission's public benefit test.

2024 Notable Achievements for Depaul Housing Services:

- The Charity successfully purchased 4 homes for people experiencing rough sleeping, using Homes England funds under the Single Homeless Accommodation Programme (SHAP). This was a continuation of the SHAP grant awarded to purchase and develop 10 social housing units in Middlesbrough. The first 2 properties were purchased in 2023 and the final 4 properties were purchased in 2025 to complete the grant conditions on time and within budget.
- In partnership with the GLA (Greater London Authority) and Haringey Council, the Charity secured SHAP funding for a 12-bed supported accommodation property in London in 2023. The purchase of the property was completed in 2024, with the supported housing service opening in July of that year.
- The Charity developed new partnerships with Revolving Doors and CarePoint to broaden its scope in providing good landlord services to tenants.

Client Focus

The needs of the Charity's clients are at the heart of everything it does, and whilst the Charity has traditionally adopted Depaul UK's Client Involvement strategies and procedures to guide our work effectively, we used 2024 to realign our participation work more closely to the Tenant Satisfaction Standard. As such we were able to deliver the TSM questionnaire across Depaul Housing Services units and our partner led units. The results are published on our website. Whilst the results were broadly good to excellent in terms of client satisfaction across most measures, we did have one outlying measure around our handling of Anti-Social Behaviour. We will review our approach to receiving, monitoring and dealing with reports of ASB in 2025.

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Complaints

The management of complaints is carried out by Depaul UK on behalf of the Charity and Depaul UK has adopted The Housing Ombudsman's Complaint Handling Code as the basis of its approach to complaints to ensure compliance with the code on behalf of Depaul Housing Services.

Complaints are monitored and reported upon quarterly to the DHS Board and Depaul UK's Services and Business Development Committee. The Quality and Compliance Manager is the Complaints Officer for Depaul UK and is responsible for the implementation of the Complaints Policy. Trustee Michael McCall is the responsible Board Member for Complaints monitoring.

In 2025 Depaul Housing Services are making further improvements to its complaints handling. This includes having a named Trustee and Director with joint responsibility for complaints monitoring to improve accountability, working with partner organisations and managing agents to review the quality and compliance of their complaint handling, and improved reporting systems and processes to help us better understand and monitor performance.

In the 2023-24 regulatory reporting year, Depaul Housing Services received the equivalent of 68 complaints per 1000 units (15 actual). All were resolved at stage 1 but only 40% were resolved in the Housing Ombudsman's timeframe. This is a key improvement measure for the charity.

Our Values

The Charity has adopted the Depaul Group's Vision, that everyone should have a place to call home and a stake in their community. This work is guided by the Vincentian Values, and these are the basis for everything the Charity does.

The Vincentian Values are that:

- We celebrate the potential of people,
- We put our words into action,
- We take a wider role in civil society; and
- We believe in rights and responsibilities.

Governance

The Charity is constituted under a Memorandum and Articles of Association dated 7 June 2013. The Board re-adopted the National Housing Federation's Code of Governance (2020) in February 2025 and the National Housing Federation's Code of Conduct 2020 in December 2022.

Following the readoption of the Code of Governance (2020) in February 2025, an in-depth review of compliance against the code will take place in the second half of 2025. This is in line with parent company Depaul UK and Depaul International's review and audit cycle. We strive for continuous improvement in governance standards and quality, and recognise that the charity has significantly grown since the previous in-depth review was undertaken in 2021. The review will be monitored at Board meetings. An Annual Governance Schedule is agreed and adopted by the Board every February.

The previous review against the 2020 Code identified a small number of areas of non-compliance, which can be explained as follows:

- The Charity's Constitution conflicts with the Code regarding the number of Trustees that should sit on the Board, and therefore the Constitution takes precedence in this area.
- There are areas where compliance is not applicable because there are no shareholders nor paid members of staff, and Trustees receive no remuneration. The processes that might normally be managed by paid employees (e.g. Trustee recruitment and induction, management

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of systems relating to internal controls and the audit process) are controlled by the Group Parent, Depaul UK, and there is an Intra Group Agreement and Service Level Agreement between the Parent and the Charity that formalises this arrangement.

- In previous years the Board of the Charity adopted all of Depaul UK's policies and procedures. However after a review in 2024 of the Regulators required policies, the Board have moved to approving Depaul Housing Services specific policies and procedures in specific areas of social housing regulated activity and operations.
- The remaining instances are primarily considered to be matters of continuous improvement which are being actioned within a specified timescale (i.e. increasing the focus on carbon neutrality; reviewing the Memorandum and Articles of Association and Terms of Reference to ensure the inclusion in the most appropriate document re specific responsibilities and principles of reappointment and tenure; and EDI objective and target setting that is specific to the Charity).

The Board reviewed the Charity's compliance with the Governance and Financial Viability Standard in May 2025. There are currently no areas of non-compliance with the standard, but formal stress testing processes are under review to ensure that they reflect the Charity's recent growth.

The Depaul UK Strategies, Policies and Procedures adopted by the Charity include Health and Safety, Equity, Diversity and Inclusion, Risk Management and Safeguarding Children and Adults at risk; Environmental impact; Client involvement and feedback; However increasingly the Board are approving Depaul Housing Services specific policies where their regulatory responsibilities differ from Depaul UK. These currently include Occupancy charge setting (including the Rent Standard), Asbestos, Damp and Mould with further policies in development.

A high standard of parent/subsidiary governance is enabled by biannual meetings of the Chairs and CEO of both Charities, together with the Charity's Lead Officer. At these meetings, risks and opportunities are discussed and information shared. The responsibilities of the parent and subsidiary are also set out in summary documents which have been reviewed and approved by both Boards.

Equity, Diversity and Inclusion (EDI) and the Public Sector Equality Duty

In partnership with Depaul UK, the Charity is committed to advancing Equity, Diversity and Inclusion (EDI) in line with the principles of the Equality Act 2010 and the Public Sector Equality Duty. Together, we aim to:

- Eliminate discrimination, harassment, victimisation, and any other conduct prohibited under the Equality Act 2010.
- Advance equity of opportunity between individuals who share protected characteristics and those who do not.
- Foster positive relationships between people from different backgrounds and with different lived experiences.

We are dedicated to becoming a truly diverse and inclusive organisation. Both Depaul UK and the Charity hold themselves to the highest standards, guided by legal frameworks and best practice in EDI. Our commitment goes beyond legal compliance. We actively embrace the value that equity, diversity and inclusion bring—to our staff, our clients and tenants, and to how we fulfil our mission. Depaul UK is proud to hold the Investors in Diversity Silver Award and has implemented a comprehensive, organisation-wide action plan to ensure EDI remains central to everything we do

OPERATING AND FINANCIAL REVIEW

DEPAUL HOUSING SERVICES
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FOR THE YEAR ENDED 31 DECEMBER 2024

Financial Performance

The Statement of Comprehensive Income on page 16 shows that the turnover for the year is £1,057k (2023: £858k) and operating costs for the year is £1,003k (2023: £814k). The surplus for the year is £11k (2023: £41k), resulting in total reserves of £601k (2023: £590k).

The increase to income and expenditure reflects the additional projects taken on in 2024. During the year, the Charity entered into new leases for several properties in London and Manchester for the delivery of supported housing services. Depaul UK manages two of these projects, the others are managed by external partners - Revolving Doors and Carepoint. A 12-bed property was also purchased in the year and is managed by Depaul UK. These additional arrangements have resulted in lease costs increasing by £165k to £877k this year (2023: £712k), and similarly, rental income increasing by £218k to £904k this year (2023: £686k).

Expenditure in the year included loan interest relating to Depaul House which was acquired from Depaul UK in 2014 at the valuation of £150,000. The Charity entered into a Loan Agreement with Depaul UK in 2015 and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul UK on the property. The Charity also entered in a new CAF bank loan in June 2024 is scheduled to be repaid over 25 years with chargeable at 2% above Base Rate. The loan is secured on St Vincent Mews, the 12-bed London property purchased in 2024.

Internal Control Assurance and Risk

The Trustees acknowledge their overall responsibility for establishing and maintaining the whole system of internal control and for reviewing its effectiveness.

The system of internal control is designed to manage, rather than eliminate, the risk of failure to achieve business objectives, and to provide reasonable, and not absolute, assurance against material misstatement or loss.

The process for identifying, evaluating and managing the significant risks faced by the Charity is ongoing and has been in place throughout the period commencing 1 January 2024 up to the date of approval of the annual report and financial statements.

Key elements of the control framework include:

- clearly defined management responsibilities for the identification, evaluation and control of significant risks;
- robust strategic and business planning processes, with detailed financial budgets and forecasts;
- review of the Charity's risks by the Board of Trustees at each meeting;
- established authorisation and appraisal procedures for all significant new initiatives and commitments;
- appraisal of major development projects by the Board of Trustees; and
- regular reporting to the Board of Trustees of key business objectives, targets and outcomes.

During 2024, the Trustees have given due consideration to the major risks that the Charity is exposed to and were satisfied that the control measures in place to manage those risks were appropriate. In addition, risks shared by the Charity and its parent company were reviewed at the bi-annual Chairs meetings.

The headline risks which have a significant impact, and/or carry a high likelihood of occurring include:

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- **Data Protection, IT systems and Cyber Security**

This risk relates to the potential for IT systems failure at Depaul UK which could lead to a loss of data, and financial issues such as rent collection. The increased dependency in the use of ICT based technology during the pandemic has also seen a global acknowledgement of the increase and potential of cyber-crime. This risk links directly to compliance with GDPR and our Data Protection Act obligations.

Mitigating interventions*: the Charity does not collect, hold or store any personal data for tenants or suppliers and does not employ any staff directly but is dependent upon Depaul UK to do so on its behalf. Therefore, this risk is significantly mitigated. Depaul UK mitigates the risk by reviewing the Data Protection Policy and Procedures; achieving Cyber-essentials quality accreditation; appointing a Protection Lead who is also a qualified Data Protection Practitioner; ongoing registration with the Information Commissioners Office; undertaking regular potential data breach reviews and reporting upon these to the Finance, Audit and Risk Committee; continuing to take legal and expert advice for complex enquiries; providing staff with training materials to assist them in advancing their digital capacity and capability.

One attempted cyber-attack was experienced by Depaul Housing Services in 2024. The "Man in the Middle" attack used an external email address to infiltrate and amend email addresses of both a trustee and an officer of Depaul Housing Services. The attack was identified quickly (within 24 hours), did not relate to any confidential dealings and did not lead to any loss by the organisation. The email system for Depaul UK and Housing Services was immediately checked and made safe and the same was undertaken for the Trustee by their host organisation. An investigation of the incident made some recommendations for improving safety further, though the attack was described as sophisticated, it would ultimately not have infiltrated the protections in place between us and our legal and financial service providers.

- **Health and Safety**

As a social housing provider, the Charity is responsible for complying with its statutory duties and maintaining and implementing a comprehensive suite of health and safety policies and procedures. Failing to do so risks exposing clients to injury, illness or death.

Mitigating interventions*: Risks are transferred to managing agents through management agreements; Health and Safety Policies and Procedures are in place and delivery is monitored and reported on a regular basis; all property is insured. We have a detailed asset register which covers all areas of statutory Health and Safety compliance and performance and is reviewed by our Trustees quarterly. Health and Safety compliance, reporting and performance is recorded on our In-Form system which provides visibility on compliance to the officers of the Charity at all times. The Charity's officers stay abreast of health and safety developments through a range of methods including membership of relevant organisations.

- **Compliance with new regulatory standards**

The Charity is subject to a range of regulated and quality frameworks including the Regulator of Social Housing, The Housing Ombudsman, OFSTED and the Charity Commission. Depaul UK was required to register with OFSTED (completed in March 2025) and ensure compliance with the Regulatory standards for supported accommodation for 16/17 year old care experienced children. As many of our in-scope children live in Depaul Housing Services properties the charity must ensure it meets the accommodation standards required. In addition to this we have recently responded the government's consultation on the Supported Housing Regulatory Oversight Act 2023 licencing standards. We are yet to assess the impact of this on Depaul Housing Services activities. This risk is regarding the Charity's activities and it meeting and complying with the standards.

Mitigating interventions*: Depaul UK lead officers and service sites have been interviewed and visited, and compliance with the standards assessed as meeting the threshold for registration. Systems and procedures are in place to ensure OFSTED readiness. Practice runs and inspections are being

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undertaken ahead of a likely inspection in 2026. OFSTED is a standing item for the Depaul UK services committee, and an OFSTED experienced Trustee will be recruited. This work is coordinated and delivered by Depaul UK on behalf of the Charity. For the Supported Housing Regulatory Standards we are part of a sector group of organisations coordinating responses on the proposals.

- **Development Programme**

Government programmes such as the Single Homeless Accommodation Programme (SHAP) enable organisations such as the Charity access to capital and revenue funding for the purchase and development of properties for the provision of social housing. If the Charity enters into a property development programme, it needs to ensure that it is strategically, financially and operationally viable, or it risks being unable to fulfil its obligations to tenants, being able to comply with regulatory requirements and/or meet financial commitments.

Mitigating interventions: All development opportunities undergo an initial feasibility review; all individual development projects undergo appropriate due diligence and risk management reviews. Project reports are submitted to the Board quarterly or more frequently if necessary.

The role of the Regulator of Social Housing

As a social housing provider, the Charity is required by the Regulator of Social Housing to ensure it is delivering the right service, in the right way, at the right cost.

Regulatory standards contain specific expectations and the outcomes that providers are expected to achieve. Providers' boards and local authority councillors who govern service delivery are responsible for meeting the relevant standards and determining how this is done.

The standards are classified as either 'economic' or 'consumer'.

Economic standards

The Regulator of Social Housing proactively seeks assurance from providers that they are meeting its economic standards. These apply to all registered providers except for local authorities because the regulator has no power to set economic standards for local authorities (except rents).

The three economic standards are:

- Governance and Financial Viability Standard;
- Value for Money Standard;
- Rent Standard.

Consumer standards

The Regulator of Social Housing also sets consumer standards, and its role is to intervene where failure to meet the standards has caused, or could have caused, serious harm to tenants. These apply to all registered providers including local authorities.

The four consumer standards are:

- Home Standard;
- Tenancy Standard;
- Neighbourhood and Community Standard;
- Tenant Involvement and Empowerment Standard.

(taken from <https://www.gov.uk/guidance/regulatory-standards>).

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FOR THE YEAR ENDED 31 DECEMBER 2024**

The Value for Money Standard and Depaul Housing Services

The Charity works to a Value for Money (VFM) strategy developed using the guidance and standards set by the Regulator of Social Housing. Work in this area has continued throughout 2024. A key part of VFM is achieving good performance figures on rent collection, arrears and low empty night rates.

At the end of 2024, 89% (2023: 90%) of rent due was collected, the percentage of empty room nights was 9% (2023: 9%), and current rent arrears were 8%(2023: 8%). These were good performance indicators within set targets.

Our VFM strategy includes a statement (below) on how we intend to achieve VFM and how this operates within our strategic objectives.

Value For Money statement

To ensure full compliance, the Charity has established procedures to assess, in all its activities, whether it is:

1. Purchasing resources in the right quantity and at the right price (Economy)
2. Obtaining the maximum output from our resource input (Efficiency)
3. Assessing the implications of our actual performance in relation to our target (Effectiveness)
4. Distributing our resources fairly (Equity)

The VFM indicators given in the Regulator's Guidance are in brackets.

There is also a wider requirement set by the Accounting Direction for Registered Providers of Social Housing 2022 to report on the indicators presented in the table below, as a measure of its ongoing commitment to proving affordable good quality housing:

	2024		2023	
	DHS	Median	DHS	Median
A New Supply Delivered (Social Housing %)	19%		40%	
B New Supply Delivered (Non-Social Housing %)	0%		0%	
1. Reinvestment %	67.6%	7.7%	27.0%	6.7%
2. New Supply %	27.9%	1.7%	41.9%	1.3%
3. Gearing %	91.4%	45.6%	42.2%	45.3%
4. Earnings before Interest, Tax, Depreciation, Amortisation, Major Repairs Included (EBITDA MRI) Interest Cover %	162%	122%	2235%	128%
5. Headline Social Housing Cost per Unit (£)	£3,408	£5,136	£3,493	£4,586
6. Operating Margin %	5.6%	18.5%	5.4%	18.2%
7. Return on Capital Employed (ROCE) %	3.5%	2.8%	2.8%	2.8%

Going Concern

The business activities of the Charity, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Taking the letter of support provided by Depaul UK for the period through to 31 December 2026 and the existing Intra-Group Agreement signed by the two Charities in June 2014 into consideration, the Trustees are satisfied that the Charity is a going concern, and the accounting policies have been prepared on that basis.

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STATEMENT OF THE RESPONSIBILITIES OF THE BOARD OF TRUSTEES FOR THE REPORT AND FINANCIAL STATEMENTS

The Board of Trustees is responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and regulations.

Legislation requires the Board of Trustees to prepare the financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable laws. Under relevant legislation, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and surplus or deficit of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended practice (SORP) for Registered Social Housing Providers update 2018, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Board of Trustees is responsible for keeping proper accounting records, which 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 it to ensure that the financial statements comply with the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing 2022. It is 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.

In so far as each member of the Board of Trustees is aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have each taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The Board of Trustees are responsible for the maintenance and integrity of the corporate and financial information on the parent company's website – Depaul UK. In so far as this relates to the Charity, legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small Companies Regime

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The report of the Trustees was approved on 20 May 2025 and signed on their behalf by:

Anthony Hellawell

Anthony Ian Hellawell
Chair of Trustees

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

Opinion

We have audited the financial statements of Depaul Housing Services for the year ended 31 December 2024 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of Depaul Housing Service's affairs as at 31 December 2024 and of its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing from April 2022.

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 Depaul Housing Services in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In light of the knowledge and understanding of Depaul Housing Services and their environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 or the Housing and Regeneration Act 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees (who are also the directors of Depaul Housing Services 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 Depaul Housing Service'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 Depaul Housing Services or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

the basis of these financial statements.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which Depaul Housing Services 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, the Charities Act 2011, the Housing and Regeneration Act 2008, together with the Housing SORP. 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 Depaul Housing Services' ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within Depaul Housing Services for fraud. The laws and regulations we considered in this context for the UK operations were requirements imposed by the Regulator of Social Housing and taxation legislation.

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 Finance, Audit and Compliance Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence, designing audit procedures over the timing of income and reading minutes of meetings of those charged with governance.

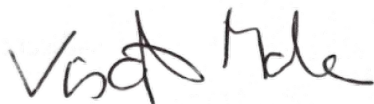
Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance 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, 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.

DEPAUL HOUSING SERVICES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

Use of our report

This report is made solely to Depaul Housing Service'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 Depaul Housing Service'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 Depaul Housing Services and Depaul Housing Services' members as a body, for our audit work, for this report, or for the opinions we have formed.



Vincent Marke
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
55 Ludgate Hill
London
EC4M 7JW

25th June 2025

DEPAUL HOUSING SERVICES

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2024**

	Notes	2024 Unrestricted £'000	2024 Restricted £'000	2024 Total £'000	2023 Total £'000
Turnover	1, 2	1,057	0	1,057	858
Operating Costs	12	(981)	(21)	(1,002)	(814)
Operating Surplus		76	(21)	55	44
Interest receivable		1	-	1	-
Interest payable	12	(45)	-	(45)	(3)
Surplus/ (loss) for the year before taxation		32	(21)	11	41
Taxation		-	-	-	-
Surplus/ (loss) for the year end total comprehensive income for the year		32	(21)	11	41

The results relate wholly to continuing activities.

The accompanying notes 1 to 17 form part of these financial statements.

DEPAUL HOUSING SERVICES

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024
REGISTRATION NUMBER: 08561164

	Notes	2024 £'000	2023 £'000
Fixed assets			
Tangible assets	3	4,548	1,571
Current assets			
Cash at bank and in hand		206	146
Debtors	5	334	24
		<u>540</u>	<u>170</u>
Creditors: amounts falling due within one year	6	<u>(205)</u>	<u>(158)</u>
Net current assets		335	12
Total assets less current liabilities		<u>4,883</u>	<u>1,583</u>
Creditors: amounts falling due after one year	7	<u>(4,218)</u>	<u>(968)</u>
Provisions			
Dilapidations provisions	9	(64)	(25)
Net assets		<u>601</u>	<u>590</u>
Funds and reserves			
General Fund		310	278
Restricted Fund	15	291	312
Total Funds		<u>601</u>	<u>590</u>

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

The financial statements were approved and authorised for issue by the Trustees on 20 May 2025 and signed on their behalf by:

Anthony Hellawell

Ian Hellawell
Chair of Trustees

The accompanying notes 1 to 17 form part of these financial statements.

DEPAUL HOUSING SERVICES

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2024**

	General Fund £'000	Restricted Fund £'000	Total £'000
Balance as at 31 December 2022	216	333	549
Surplus for the year	<u>62</u>	<u>(21)</u>	<u>41</u>
Balance as at 31 December 2023	278	312	590
Surplus for the year	<u>32</u>	<u>(21)</u>	<u>11</u>
Balance as at 31 December 2024	<u>310</u>	<u>291</u>	<u>601</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

1. Accounting policies

1.1 Legal and company status

Depaul Housing Services Ltd, a public benefit entity, is a charitable company limited by guarantee and also a registered social housing provider. The parent company Depaul UK is the sole member and its liability is limited to £10. The address of the registered office is 34 Decima Street, London, SE1 4QQ. The company is UK registered with information as follows:

Company Registration Number: 08561164 (England and Wales)

Charity Registration Number: 1155073 (England and Wales)

RSL Number: 4792 (Homes England Number)

1.2 Basis of preparation of financial statements

The financial statements of the Charity are prepared in accordance with UK Generally Accepted Accounting Practice (UK GAAP) including Financial Reporting Standard 102 (FRS 102) and the Housing SORP 2018: Statement of Recommended Practice for Registered Social Housing Providers and comply with the Accounting Direction for Private Registered Providers of Social Housing 2022, applicable accounting standards and the Companies Act 2006. The Board of Trustees is satisfied that the current accounting policies are the most appropriate for Depaul Housing Services.

1.3 Accounting for funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the Charity for particular purposes.

1.4 Income

All income is included in the Statement of Comprehensive Income when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Rental income is recognised at the gross level, net of rent losses from voids.

1.5 Expenditure

All expenditure is accounted for on an accruals basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

1.6 Tangible fixed assets and depreciation

All assets costing more than £1,000, either singly or as a group, are capitalised

Tangible fixed assets are stated at cost or their value at the time of donation, less depreciation. Depreciation is provided at rates calculated to write off the cost, or their value at the time of donation, of fixed assets, less their estimated residual value, over their expected useful lives.

The Charity separately identifies the major components which comprise its housing properties and charges depreciation so as to write down the cost of each component to its estimated residual value, on a straight line basis, over its estimated useful life.

The organisation has adopted the following depreciation policy:

- Structure – over 50 years
- Kitchens – over 10 years
- Bathrooms – over 10 years
- Boiler – over 15 years
- Roof – over 30 years
- Fixtures and Fittings – over 5 years
- Leasehold improvements- over the life of the lease, up to a maximum of 50 years

Freehold land is not depreciated.

Properties held on leases are amortised over the life of the leases or their estimated useful economic lives in the business, if shorter.

1.7 Financial instruments

Financial instruments which meet the criteria of a basic financial instrument as defined in Section 11 of FRS102 are accounted for under an amortised historical cost model.

Non-basic financial instruments are recognised at fair value using a valuation technique with any gains or losses being reported in surplus or deficit. Depaul Housing Services has no non-basic financial instruments at the year end.

1.8 Significant management judgements

In the view of the Trustees, the useful economic lives of depreciable assets, specifically the Charity's property, and the dilapidations provisions for leased properties represent the most significant management judgement with the greatest impact on the financial statements.

1.9 Government and other grants

Social Housing Grant (SHG) is receivable from Homes England (HE) and is recognised in income over the expected useful life of the housing property structure and components under the accruals model. SHG due from HE or received in advance is included as a current asset or liability. SHG received in respect of revenue expenditure is credited to the income and expenditure account in the same period as the expenditure to which it relates.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

1.10 Going concern

The Charity continues to operate on a going concern basis. The business activities of the Charity, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Having considered current forecasts and budgets and letter of support provided by Depaul UK for the period through to 31 December 2025, the directors are satisfied that the Charity is a going concern and the financial statements have been prepared on that basis.

1.11 Statement of cash flows

As the results of the Charity are consolidated into its ultimate parent entity's financial statements, Depaul International, the Charity has taken the exemption from preparing a statement of cash flows.

2. Turnover, operating expenditure and operating surplus

	2024 Supported Housing £'000	2024 Total £'000	2023 Supported Housing £'000	2023 Total £'000
Income				
Rent receivable net of identifiable service charge	904	904	686	686
Service charges	72	72	132	132
Other grants	81	81	40	40
Turnover from social housing lettings	1,057	1,057	858	858
Operating Expenditure	1,002	1,002	814	814
Operating surplus on social housing lettings	55	55	44	44

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

3. Fixed assets

The Charity acquired Depaul House from Depaul UK during 2014 at the valuation of £150,000. The Charity entered into a Loan Agreement with Depaul UK and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul on the property. In 2024 the Charity also entered into a CAF Bank loan of £1m scheduled to be repaid in 25 years with interest chargeable at 2% above Base Rate.

The Charity received a capital grant from HE for the refurbishment of Depaul House. The project was completed in April 2015 and a total of £630,316 was capitalised on the renovation and accounted for in the Statement of Financial Position.

A further capital grant for £312k was awarded by HE in 2020 to contribute towards the refurbishment project at Manchester Safestop, completed in November 2020. A total of £690k was capitalised and £378k was funded by a grant from Depaul UK.

During 2023, the Charity received capital grants from HE for the purchase of 6 properties in Middlesbrough. Grants totalling £167k were received towards the purchase of 4 flats under the Rough Sleeping Accommodation Programme (RSAP).

In 2024 the Charity received a grant of £2.2m from the Greater London Authority (GLA) for the purchase of St Vincent Mews through SHAP. It also received grant totalling £211k from HE for the purchase of 2 flats under the Single Homeless Accommodation Programme (SHAP) at the end of 2023 and for 4 more SHAP properties in Middlesbrough purchased in 2024 .

	Land £'000	Buildings £'000	Fixtures and Fittings £'000	Total £'000
Cost				
At 1 January 2024	75	1,839	12	1,926
Additions	1,253	1,823	-	3,076
At 31 December 2024	1,328	3,662	12	5,002
Depreciation				
At 1 January 2024	-	(343)	(12)	(355)
Charge in year	-	(99)	0	(99)
At 31 December 2024	-	(442)	(12)	(454)
Net Book Value				
At 31 December 2024	1,328	3,220	-	4,548
At 31 December 2023	75	1,496	-	1,571
			2024	2023
			£'000	£'000
Social Housing Grant				
Total accumulated SHG receivable				
Capital Grants			3,594	1,156
			3,594	1,156

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**
3. Fixed assets (continued)

	2024 £'000	2023 £'000
Expenditure on works to existing properties		
Components capitalised *	-	-
Amount charged to income and expenditure account	-	-
	-	-
	2024 £'000	2023 £'000
Housing properties book value net of depreciation comprise:		
Freehold land and building	4,548	1,571

4. Units managed by agencies

At the end of the year, the Charity had 265 units (2023: 215) that were managed on its behalf, by agencies. All units relate to the provision of supported housing. Where the agency carries the financial risk, the Charity's income and expenditure account included only the income and expenditure for which it retains responsibility.

During the year, the Charity owned one new property in London with 12 units and acquired 4 single-unit properties in Middlesbrough, which are managed by Depaul UK to deliver supported housing services for rough sleepers and single homeless individuals.

The Charity also developed a new partnership with CarePoint and Revolving Doors for 4 and 44 units to provide accommodation and support to homeless people in the Greater Manchester area.

	Units at 1 Jan 24	Acquired in year	Disposed in year	Units at 31 Dec 24
Units owned				
Depaul UK	20	16	-	36
	20	16	-	36
Leased units managed by agencies				
Depaul UK	78	10	-	88
Emerging Futures CIC	24	-	(24)	-
Caritas	20	-	-	20
SSG	73	-	-	73
CarePoint	-	4	-	4
Revolving Doors	-	44	-	44
	195	58	(24)	229
Total units	215	74	(24)	265

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

5. Debtors: amounts falling due within one year

	2024	2023
	£'000	£'000
Trade debtors	17	3
Prepayments	15	13
Accrued income	8	8
Amounts owed by parent company	294	-
	<u>334</u>	<u>24</u>

6. Creditors: amounts falling due within one year

	2024	2023
	£'000	£'000
Trade creditors	6	25
Expenditure accruals	35	41
Deferred capital grant	123	44
Other creditors	21	22
CAF Bank loan	17	-
Amounts due to parent company	3	26
	<u>205</u>	<u>158</u>

7. Creditors: amounts falling due after one year

	2024	2023
	£'000	£'000
Loan from Depaul UK		
Due in 1 -2 years	3	4
Due in 2 – 5 years	12	14
Due in > 5 years	95	94
	<u>110</u>	<u>112</u>
	2024	2023
	£'000	£'000
CAF Loan		
Due in 1 -2 years	19	-
Due in 2 – 5 years	66	-
Due in > 5 years	889	-
	<u>974</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

7. Creditors: amounts falling due after one year (continued)

	2024	2023
	£'000	£'000
Deferred capital grant (note 8)		
To be released in 1 - 2 years	123	36
To be released in 2 – 5 years	490	108
To be released in > 5 years	2,521	712
	<u>3,134</u>	<u>856</u>

8. Deferred capital grant

	2024	2023
	£'000	£'000
At 1 January (notes 6 and 7)	900	736
Grant received in year	2,438	204
Released to income in the year	<u>(81)</u>	<u>(40)</u>
At 31 December (notes 6 and 7)	<u>3,257</u>	<u>900</u>

9. Provisions

Where the Charity has entered into a lease agreement, which requires particular work to be carried out before returning the property, a dilapidations provision has been included and will build up over the lease term. The total 2024 provision of £64k (2023: £25k) relates to seven properties; £19k for four properties in Manchester and £45k for three properties in London.

	2024	2023
	£'000	£'000
Dilapidations provision	64	25

10. Related Parties

The Trustees of the Charity do not receive any remuneration or benefits in kind. No Trustee received reimbursement for expenses in 2024 (2023: NIL).

Depaul UK, incorporated in the UK, is the parent company of the Charity and a part of Depaul International (incorporated in the UK) – the ultimate parent entity. The financial statements of Depaul International can be obtained from 8-10 Grosvenor Gardens, London, SW1W 0DH.

During the year, the transactions owed to Depaul UK by the Charity consist of £12k (2023:£12k) for management costs, £9k (2023: £3k) for loan interest and £2,606k (2023: £718k) for payments that DPUK paid on behalf of the Charity, including £202k (2023: £424k) for the purchase of the three properties (2023: six) in Middlesbrough and £2,160k towards a property purchase in London. The Charity received revenue grants totalling £45k (2023: £14k) for the Middlesbrough Homelessness projects, which were transferred to Depaul UK to manage the projects. Depaul UK also received £2,226k of grant funding on behalf of the Charity for the purchase of the London property.

The amounts owed at year end between the Charity and Depaul UK are disclosed in notes 5 to 7.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

11. Operating surplus

The operating surplus is stated after charging:

	2024 £'000	2023 £'000
Auditor's remuneration		
Audit services	2	2
Depreciation:		
Housing properties	99	63
	<u>101</u>	<u>65</u>

12. Analysis of expenditure:

	2024 Unrestricted Supported Housing £'000	2024 Restricted Supported Housing £'000	2024 Total Supported Housing £'000	2023 Total Supported Housing £'000
Operating Expenditure				
Management	12	-	12	12
Depreciation of housing properties	78	21	99	63
Lease costs	877	-	877	712
Other costs	14	-	14	27
Operating expenditure	<u>981</u>	<u>21</u>	<u>1,002</u>	<u>814</u>
 Interest Payable	 45	 -	 45	 3

13. Employees

The Charity does not directly employ any staff. The parent company, Depaul UK, makes management charges for the Charity's use of its staff time.

14. Key management personnel

As the Charity did not have any employees during the year and trustees are not remunerated, key management personnel remuneration is nil.

Key management personnel are remunerated by the parent company, Depaul UK, and details of these emoluments are set out in its Financial Statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2024**

15. Restricted funds

Restricted funds represent funds that have been donated for specific purpose.

Manchester Safestop refurbishment

Funds donated specifically for the refurbishment of the Manchester Safestop property at 69 Palatine Road. All restricted funds relate to this project.

16. Operating lease commitments

At 31 December 2024, the company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2024 £'000	2023 £'000
Not later than 1 year	476	604
Later than 1 year and not later than 5 years	501	384
Later than 5 years	182	271
	<u>1,159</u>	<u>1,259</u>

17. Post balance sheet events

In 2025, the Charity purchased 4 further properties for the Middlesbrough Single Homelessness Accommodation Programme. The purchase prices amounted to £282k and are partially funded by a capital grant from Homes England. Funding amounting to £166k was received by the end of April 2025.

DEPAUL HOUSING SERVICES

England & Wales - Charity number 1155073

Accounts

DEPAUL HOUSING SERVICES

COMPANY REGISTERED IN ENGLAND and WALES

COMPANY NO: 08561164

CHARITY NO: 1155073

RP NUMBER: 4792

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS

FOR THE YEAR TO 31 DECEMBER 2023

DEPAUL HOUSING SERVICES

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DEPAUL HOUSING SERVICES

**LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND
ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023**

TRUSTEES:	Ian Hellowell (Chair) Urvashi Bhagat (joined 17 April 2023) Alan D'Arcy (resigned 15 February 2024) John Dunn (resigned 23 May 2023) Michael Jones
COMPANY SECRETARY:	Penelope Bull (to 19 May 2023) Denis King (from 19 May 2023)
CHIEF EXECUTIVE OFFICER:	Mike Thiedke (to 30 September 2023) Alexia Murphy (interim from 1 October 2023)
REGISTERED OFFICE:	34 Decima Street London SE1 4QQ
COMPANY REGISTRATON NUMBER:	08561164 (England and Wales)
CHARITY REGISTRATON NUMBER:	1155073 (England and Wales)
RP NUMBER:	4792 (Regulator of Social Housing number)
AUDITOR:	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

STRUCTURE GOVERNANCE AND MANAGEMENT

Depaul Housing Services (the Charity) is a registered charity, a company limited by guarantee and is also a Registered Provider of social housing (RP). The company was registered on 7 June 2013 under company number 08561164. The sole member of the company is Depaul UK, a charitable company.

The Board of Trustees currently consists of three members who are responsible for, and committed to, leading the Charity, agreeing the Charity's strategic and business plans and associated financial planning and budgets, and monitoring their delivery. Their particular areas of expertise include: the provision of social and supported housing; the homelessness and youth sectors; the law as it relates to housing in general and affordable housing in particular; and public sector accounting and finance.

A skills audit of Trustees is undertaken regularly to assist in identifying what skills and experience might be lacking on the Board, and this in turn influences the recruitment, selection and appointment process, as does the Board's commitment to broadening its own diversity in order to better reflect the communities it serves. Trustees are formally appointed with prior written approval from Depaul UK.

All Trustees go through a full, comprehensive induction process on appointment and relevant training is then made available throughout their period of appointment to ensure that they are able and confident to perform their duties as Trustees. This is enabled by an annual appraisal process and effectiveness review, at which development needs can be identified.

The Trustees are also responsible for ensuring that this report complies with the governance and financial viability standard and ensure that compliance with the standard is reviewed annually.

The Trustees who served during the year were:

John Dunn (Chair) (resigned 23 May)
 Urvashi Bhagat (from 17 April)
 Alan D'Arcy
 Ian Hellawell (interim Chair from 23 May)
 Michael Jones

OBJECTIVES AND ACTIVITIES

The charitable objects are specifically restricted to the following for the public benefit:

- to promote and advance the relief of poverty by such means as the Trustees shall in their absolute discretion determine, and in particular (without limitation) by the provision of Social Housing in England, any other purposes connected with or incidental to the provision and management of Social Housing, shelter, accommodation, training and other services to persons whom the Trustees shall deem to be in need of such provision by reason of homelessness, deprivation or social or economic circumstances ("eligible persons");
- the advancement of education including (without limitation) the provision of education and training to eligible persons;
- to provide facilities for leisure-time activities for eligible persons in the interests of social welfare so that their conditions of life may be improved; and
- to promote the efficiency and further the charitable objects of Depaul UK.

The Trustees have a strong regard for the public benefit guidance published by the Charity Commission and is in compliance with its duties under Section 17 of the Charities Act 2011.

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

The agreed strategic objectives for 2023 were:

- To address and relieve homelessness and poverty through the delivery of more; safe, affordable and high-quality housing and the provision of housing services to more people who are vulnerable,
- To coproduce with our tenants what the Charity does and how it does it,
- To be a financially sustainable and well governed business that is compliant with relevant Regulatory Frameworks.

These objectives are part of an approved three-year strategy, with revised objectives, which came into effect in 2021. The Charity is operating at a time of high demand for accommodation provision for people who have slept rough or are at risk of. The organisation was landlord to 128 tenants at the end of 2022 growing to 215 tenants at the end of 2023.

The Charity was formed in 2013 and became a registered provider in 2014. The Charity:

- owns a 14-bed property (Depaul House) in North Tyneside,
- holds a 35-year lease on a 12-bed accommodation facility (Safestop) in Manchester,
- owns 6 one-bedroom flats in Middlesbrough,
- leases 3 properties in London and Greater Manchester for the delivery of supported housing services for people who have slept rough or are single homeless people,
- is the registered landlord for an additional 117-units in Manchester working in partnership with Emerging Futures CIC, Caritas and SSG..

The Charity provides accommodation and support to young people and vulnerable adults in North Tyneside, Greater Manchester, Middlesbrough and London through management agreements with Depaul UK, and partnerships with Emerging Futures CIC, Caritas and SSG. These activities fully meet the Charity Commission's public benefit test.

2023 Notable Achievements

- The Charity successfully
 - delivered 4 homes for people experiencing rough sleeping, using Homes England funds under the Rough Sleeping Accommodation Programme (RSAP).
 - bid for Homes England fund Single Homeless Accommodation Programme (SHAP) in the year to purchase and develop 10 additional social housing units in Middlesbrough, purchasing 2 in the year, with the remaining 8 to be delivered in 2024/25.
- In partnership with the GLA (Greater London Authority) and Haringey Council, the Charity secured SHAP funding for a 12-bed supported accommodation property in London, which will be purchased in 2024.
- The Charity developed a new partnership with SSG to broaden its scope in providing good landlord services to tenants.

Client Focus

The needs of the Charity's clients are at the heart of everything it does, and the Charity has adopted Depaul UK's Client Involvement strategies and procedures in order to ensure that there is a framework to guide this effectively. A key part of this framework is regular consultation with residents via the Voice of Depaul, the annual Client Conference and ad hoc consultation activity around various elements of service delivery. The Charity is keen to consult clients around matters where their voice can have a meaningful impact on proposed changes early in the process.

Client Involvement initiatives have been piloted throughout 2023 which move the Charity towards the coproduction, co-design and co-delivery of its projects and services.

At the Charity's properties, residents are informed about this commitment to client involvement via the Voice and the annual Client Involvement Newsletter, which was initiated in 2022.

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

Complaints

The management of complaints is carried out by Depaul UK on behalf of the Charity and Depaul UK has adopted The Housing Ombudsman's Complaint Handling Code as the basis of its approach to complaints.

Complaints are monitored and reported upon quarterly to the DHS Board and Depaul UK's Services and Business Development Committee. The Business Excellence Partner is the Complaints Officer for Depaul UK and is responsible for the implementation of the Complaints Policy.

In 2023 Depaul UK asked all clients including the Charity's tenants, about their experiences of making a complaint and used their feedback to help it to review the Complaints Policy, making the process simpler and reducing the complaints process to two stages from three.

In 2024 Depaul UK will be implementing an action plan to make improvements to its complaints handling. This includes having a named Trustee and Director with joint responsibility for complaints monitoring to improve accountability, delivering new staff training to improve handling and recognition of complaints, and refining complaints recording and reporting systems and processes to help better understand and monitor performance.

Vincentian Values

The Charity has adopted the Depaul Group's Vision, that everyone should have a place to call home and a stake in their community. This work is guided by the Vincentian Values, and these are the basis for everything the Charity does.

The Vincentian Values are that we:

- celebrate the potential of people,
- put our words into action,
- take a wider role in civil society; and
- believe in rights and responsibilities.

Governance

The Charity is constituted under a Memorandum and Articles of Association dated 7 June 2013. The Board re-adopted the National Housing Federation's Code of Governance (2020) in May 2022 and the National Housing Federation's Code of Conduct 2020 in December 2022.

Following an extensive review of the Code of Governance (2020) undertaken in 2021, an action plan is in place to ensure the Charity achieves full compliance and continuously improves Governance standards and quality. Progress against areas of improvement identified in the action plan is monitored at Board meetings. Areas where compliance has been achieved are managed and reviewed on an ongoing basis via KPIs, supported by an Annual Governance Schedule.

The review against the 2020 Code identified a small number of areas of non-compliance, which can be explained as follows:

- The Charity's Constitution conflicts with the Code regarding the number of Trustees that should sit on the Board, and therefore the Constitution takes precedence in this area.
- There are areas where compliance is not applicable because there are no shareholders nor paid members of staff, and Trustees receive no remuneration. The processes that might normally be managed by paid employees (e.g. Trustee recruitment and induction, management of systems relating to internal controls and the audit process) are controlled by the Group Parent, Depaul UK, and there is an Intra Group Agreement and Service Level Agreement between the Parent and the Charity that formalises this arrangement. The Board of the Charity has also adopted all of Depaul UK's policies and procedures

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

- The remaining instances are primarily considered to be matters of continuous improvement which are being actioned within a specified timescale (i.e. increasing the focus on carbon neutrality; reviewing the Memorandum and Articles of Association and Terms of Reference to ensure the inclusion in the most appropriate document re specific responsibilities and principles of reappointment and tenure; and EDI objective and target setting that is specific to the Charity).

The Board reviewed the Charity's compliance with the Governance and Financial Viability Standard in May 2023. There are currently no areas of non-compliance with the standard, but formal stress testing processes are under review to ensure that they reflect the Charity's recent growth.

The Depaul UK Strategies, Policies and Procedures adopted by the Charity include: Health and Safety (refreshed to include specific reference to damp and mould); safeguarding children and adults at risk; Environmental impact; Client involvement and feedback; Occupancy charges, rent payments, arrears and bad debts; Rent Setting and Accounting Void Management and Lettable Standards; Warnings and Evictions; Risk management; and Equality, Diversity and Inclusion. All of these are tested to meet the specific needs of a Registered Provider.

A high standard of parent/subsidiary governance is enabled by biannual meetings of the Chairs and CEO of both Charities, together with the Charity's Lead Officer. At these meetings, risks and opportunities are discussed and information shared. The responsibilities of the parent and subsidiary are also set out in summary documents which have been reviewed and approved by both Boards.

Equity, Diversity and Inclusion (EDI) and the Public Sector Equality Duty

With Depaul UK, the Charity is working to:

- Eliminate discrimination, harassment, victimisation and other conduct that is prohibited by, or under, the Equality Act 2010.
- Advance equality of opportunity between persons who share relevant protected characteristics and persons who do not share them; and
- Foster good relations between persons who share a relevant protected characteristic and those who do not.

It is committed to being a truly diverse organization, and both charities measure themselves against the highest standards, including those within the Equality Act 2010 and the Public Sector Equality Duty.

With Depaul UK, the Charity is committed to going beyond mere compliance and to take action to embrace the benefits that EDI can bring to the engagement of staff, the outcomes for clients and tenants, and how the mission is delivered. Depaul UK is an accredited Investors in Diversity (Silver Award) organisation and it has a published organisation wide action plan to ensure that this commitment to Equity, Diversity and Inclusion is kept at the forefront of our agenda.

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

OPERATING AND FINANCIAL REVIEW**Financial Performance**

The Statement of Comprehensive Income on page 16 shows that the turnover for the year is £858k (2022: £448k) and operating costs for the year is £814k (2022: £429k). The surplus for the year is £41k (2022: £16k), resulting in total reserves of £590k (2022: £549k).

The significant increase to income and expenditure reflects the additional projects taken on in 2023. During the year, the Charity entered into new leases for several properties in London and Manchester for the delivery of supported housing services. The majority of these projects were managed by Depaul UK, but others were managed by external partners, Emerging Futures CIC, Caritas and SSG. These additional arrangements have resulted in lease costs increasing by £385k to £712k this year (2022: £327k), and similarly, rental income increasing by £410k to £818k this year (2022: £408k).

Expenditure in the year included loan interest relating to Depaul House which was acquired from Depaul UK in 2014 at the valuation of £150,000. The Charity entered into a Loan Agreement with Depaul UK in 2015 and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul UK on the property.

Internal Control Assurance and Risk

The Trustees acknowledge their overall responsibility for establishing and maintaining the whole system of internal control and for reviewing its effectiveness.

The system of internal control is designed to manage, rather than eliminate, the risk of failure to achieve business objectives, and to provide reasonable, and not absolute, assurance against material misstatement or loss.

The process for identifying, evaluating and managing the significant risks faced by the Charity is ongoing and has been in place throughout the period commencing 1 January 2023 up to the date of approval of the annual report and financial statements.

Key elements of the control framework include:

- clearly defined management responsibilities for the identification, evaluation and control of significant risks;
- robust strategic and business planning processes, with detailed financial budgets and forecasts;
- review of the Charity's risks by the Board of Trustees at each meeting;
- established authorisation and appraisal procedures for all significant new initiatives and commitments;
- appraisal of major development projects by the Board of Trustees; and
- regular reporting to the Board of Trustees of key business objectives, targets and outcomes.

During 2023, the Trustees have given due consideration to the major risks that the Charity is exposed to and were satisfied that the control measures in place to manage those risks were appropriate. In addition, risks shared by the Charity and its parent company were reviewed at the bi-annual Chairs meetings.

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

The headline risks which have a significant impact, and/or carry a high likelihood of occurring include:

- **Data Protection, IT systems and Cyber Security**

This risk relates to the potential for IT systems failure at Depaul UK which could lead to a loss of data, and financial issues such as rent collection. The increased dependency in the use of ICT based technology during the pandemic has also seen a global acknowledgement of the increase and potential of cyber-crime. This risk links directly to compliance with GDPR and our Data Protection Act obligations.

Mitigating interventions*: the Charity does not collect, hold or store any personal data for tenants or suppliers and does not employ any staff directly but is dependent upon Depaul UK to do so on its behalf. Therefore, this risk is significantly mitigated. Depaul UK mitigates the risk by reviewing the Data Protection Policy and Procedures; achieving Cyber-essentials Plus quality accreditation; appointing a Protection Lead who is also a qualified Data Protection Practitioner; ongoing registration with the Information Commissioners Office; undertaking regular potential data breach reviews and reporting upon these to the Finance, Audit and Risk Committee; continuing to take legal and expert advice for complex enquiries; providing staff with training materials to assist them in advancing their digital capacity and capability.

- **Health and Safety**

As a social housing provider, the Charity is responsible for complying with its statutory duties and maintaining and implementing a comprehensive suite of health and safety policies and procedures. Failing to do so risks exposing clients to injury, illness or death.

Mitigating interventions*: Risks are transferred to managing agents through management agreements; Health and Safety Policies and Procedures are in place and delivery is monitored and reported on a regular basis; all property is insured. We have a detailed asset register which covers all areas of statutory Health and Safety compliance and performance and is reviewed by our Trustees quarterly.

- **Compliance with new regulatory standards**

The Charity is subject to a range of regulated and quality frameworks including the Regulator of Social Housing. During 2021 charities were consulted on the Government's plans to review unregulated provision for 16/17 years olds. This has resulted in a new regulated environment which will be introduced into the sector in 2024 (called The National Standards for Unregulated provision). This risk is regarding the Charity's activities and it meeting and complying with the standards.

Mitigating interventions*: direct liaison with the Department for Education, providing feedback on, and influencing and shaping of, the design and implementation of the new standards; staying up to date with developments of the new regulatory regime; regular reporting and communications. Putting relevant systems and structures, including a Registered Service Manager and Quality Team input, in place to ensure compliance with the framework and guidance. This work is coordinated and delivered by Depaul UK on behalf of the Charity.

- **Development Programme**

Current Government programmes such as RSAP and Single Homeless Accommodation Programme (SHAP) are enabling organisations such as the Charity access to capital and revenue funding for the purchase and development of properties for the provision of social housing. If the Charity enters into a property development programme, it needs to ensure that it is strategically, financially and operationally viable, or it risks being unable to fulfil its obligations to tenants, being able to comply with regulatory requirements and/or meet financial commitments.

Mitigating interventions*: All development opportunities undergo an initial feasibility review; all individual development projects undergo appropriate due diligence and risk management reviews.

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

* These mitigating interventions were led by Depaul UK, either in its capacity as a housing management agent, or as provided for by the Service Level Agreement / Intra-Group Agreement.

The role of the Regulator of Social Housing

As a social housing provider, the Charity is required by the Regulator of Social Housing to ensure it is delivering the right service, in the right way, at the right cost.

Regulatory standards contain specific expectations and the outcomes that providers are expected to achieve. Providers' boards and local authority councillors who govern service delivery are responsible for meeting the relevant standards and determining how this is done.

The standards are classified as either 'economic' or 'consumer'.

Economic standards

The Regulator of Social Housing proactively seeks assurance from providers that they are meeting its economic standards. These apply to all registered providers except for local authorities because the regulator has no power to set economic standards for local authorities (except rents).

The three economic standards are:

- Governance and Financial Viability Standard;
- Value for Money Standard;
- Rent Standard.

Consumer standards

The Regulator of Social Housing also sets consumer standards, and its role is to intervene where failure to meet the standards has caused, or could have caused, serious harm to tenants. These apply to all registered providers including local authorities.

The four consumer standards are:

- Home Standard;
- Tenancy Standard;
- Neighbourhood and Community Standard;
- Tenant Involvement and Empowerment Standard.

(taken from <https://www.gov.uk/guidance/regulatory-standards>).

The Value for Money Standard and Depaul Housing Services

The Charity works to a Value for Money (VFM) strategy developed using the guidance and standards set by the Regulator of Social Housing. Work in this area has continued throughout 2023. A key part of VFM is achieving good performance figures on rent collection, arrears and low empty night rates.

At the end of 2023, 90% of rent due was collected, the percentage of empty room nights was 9%, and current rent arrears were 8%. These were good performance indicators within set targets. However, this excludes one of our schemes, The Youth Hub, which operates to a different rent model to allow for the accommodation of individuals with no recourse to public funding and therefore no way of paying their rent.

Our VFM strategy includes a statement (below) on how we intend to achieve VFM and how this operates within our strategic objectives.

**LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND
ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023**

Value For Money statement

The Charity's work is underpinned by Depaul UK's strategic aims which have been to:

- Prevent homelessness through influencing policy and public opinion, educating young people, strengthening family relationships and providing advice, guidance and shelter in times of crisis.
- Increase the resilience of people who are experiencing homelessness through providing accommodation and support that is trauma-informed, strengths-based, and rooted in promoting mental health and wellbeing
- Energise societal responses to engage the wider society in addressing homelessness through supporting campaigns, encouraging volunteering and seeking strategic partnering to increase our impact and improve life-chances for those we support.
- Stimulate aspirations, creating ambition and confidence in our beneficiaries, through the provision of Employment, Training and Education programmes and opportunities that enable the people we work with to confidently take their place in society.

To ensure full compliance, the Charity has established procedures to assess, in all its activities, whether it is :

1. Purchasing resources in the right quantity and at the right price (Economy)
2. Obtaining the maximum output from our resource input (Efficiency)
3. Assessing the implications of our actual performance in relation to our target (Effectiveness)
4. Distributing our resources fairly (Equity)

The VFM indicators given in the Regulator's Guidance are in brackets.

There is also a wider requirement set by the Accounting Direction for Registered Providers of Social Housing 2022 to report on the indicators presented in the table below, as a measure of its ongoing commitment to providing affordable good quality housing:

	2023		2022
	DHS	Median	DHS
A New Supply Delivered (Social Housing %)	40%		0%
B New Supply Delivered (Non-Social Housing %)	0%		0%
1. Reinvestment %	27.0%	6.7%	0.0%
2. New Supply %	41.9%	1.3%	73.6%
3. Gearing %	42.2%	45.3%	57.2%
4. Earnings before Interest, Tax, Depreciation, Amortisation, Major Repairs Included (EBITDA MRI) Interest Cover %	2235%	128%	1417%
5. Headline Social Housing Cost per Unit (£)	£3,493	£4,586	£2,831
6. Operating Margin %	5.4%	18.2%	4.5%
7. Return on Capital Employed (ROCE) %	2.8%	2.8%	1.4%

Going Concern

The business activities of the Charity, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Taking the letter of support provided by Depaul UK for the period through to 31 December 2025 and the existing Intra-Group Agreement signed by the two Charities in June 2014 into consideration, the Trustees are satisfied that the Charity is a going concern and the accounting policies have been prepared on that basis.

DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2023

STATEMENT OF THE RESPONSIBILITIES OF THE BOARD OF TRUSTEES FOR THE REPORT AND FINANCIAL STATEMENTS

The Board of Trustees is responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and regulations.

Legislation requires the Board of Trustees to prepare the financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable laws. Under relevant legislation, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and surplus or deficit of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended practice (SORP) for Registered Social Housing Providers update 2014, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Board of Trustees is responsible for keeping proper accounting records, which 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 it to ensure that the financial statements comply with the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing 2015. It is 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.

In so far as each member of the Board of Trustees is aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have each taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The Board of Trustees are responsible for the maintenance and integrity of the corporate and financial information on the parent company's website – Depaul UK. In so far as this relates to the Charity, legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small Companies Regime

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The report of the Trustees was approved on ...²⁶ June 2024 and signed on their behalf by:

Ian Hellawell
Chair of Trustees

DocuSigned by:
Anthony Ian Hellawell
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DEPAUL HOUSING SERVICES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

Opinion

We have audited the financial statements of Depaul Housing Services for the year ended 31 December 2023 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of Depaul Housing Service's affairs as at 31 December 2023 and of its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing from April 2019.

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 Depaul Housing Services in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or

DEPAUL HOUSING SERVICES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In light of the knowledge and understanding of Depaul Housing Services and their environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 or the Housing and Regeneration Act 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees (who are also the directors of Depaul Housing Services 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 Depaul Housing Service'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 Depaul Housing Services or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

DEPAUL HOUSING SERVICES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which Depaul Housing Services 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, the Charities Act 2011, the Housing and Regeneration Act 2008, together with the Housing SORP. 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 Depaul Housing Services' ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within Depaul Housing Services for fraud. The laws and regulations we considered in this context for the UK operations were requirements imposed by the Regulator of Social Housing and taxation legislation.

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 Finance, Audit and Compliance Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence, designing audit procedures over the timing of income and reading minutes of meetings of those charged with governance.

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, 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.

DEPAUL HOUSING SERVICES

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING
SERVICES**

Use of our report

This report is made solely to Depaul Housing Service'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 Depaul Housing Service'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 Depaul Housing Services and Depaul Housing Services' members as a body, for our audit work, for this report, or for the opinions we have formed.



Vincent Marke
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
55 Ludgate Hill
London
EC4M 7JW

Date 27.06.2024

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DEPAUL HOUSING SERVICES

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Notes	2023 Unrestricted £'000	2023 Restricted 2023 £'000	Total £'000	2022 Total £'000
Turnover	1, 2	858	-	858	448
Operating Costs	12	(793)	(21)	(814)	(429)
Operating Surplus		65	(21)	44	19
Interest payable	12	(3)	-	(3)	(3)
Surplus/ (loss) for the year before taxation		62	(21)	41	16
Taxation		-	-	-	-
Surplus/ (loss) for the year end total comprehensive income for the year		62	(21)	41	16

The results relate wholly to continuing activities.

The accompanying notes 1 to 17 form part of these financial statements.

DEPAUL HOUSING SERVICES

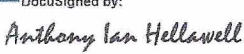
STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

REGISTRATION NUMBER: 08561164

	Notes	2023 £'000	2022 £'000
Fixed assets			
Tangible assets	3	1,571	1,210
Current assets			
Cash at bank and in hand		146	161
Debtors	5	24	255
		<u>170</u>	<u>416</u>
Creditors: amounts falling due within one year	6	<u>(158)</u>	<u>(254)</u>
Net current assets		<u>12</u>	<u>162</u>
Total assets less current liabilities		<u>1,583</u>	<u>1,372</u>
Creditors: amounts falling due after one year	7	<u>(968)</u>	<u>(812)</u>
Provisions			
Dilapidations provisions	9	(25)	(11)
Net assets		<u>590</u>	<u>549</u>
Funds and reserves			
General Fund		178	216
Designated Fund		100	—
Restricted Fund	15	<u>312</u>	<u>333</u>
Total Funds		<u>590</u>	<u>549</u>

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

The financial statements were approved and authorised for issue by the Trustees on 26 June 2024 and signed on their behalf by:

DocuSigned by:

 Ian Hellowell
 8A5620403F8F45D...
 Chair of Trustees

The accompanying notes 1 to 17 form part of these financial statements.

DEPAUL HOUSING SERVICES

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2023**

	General Fund £'000	Restricted Fund £'000	Total £'000
Balance as at 31 December 2021	179	354	533
Surplus for the year	<u>37</u>	<u>(21)</u>	<u>16</u>
Balance as at 31 December 2022	216	333	549
Surplus for the year	<u>62</u>	<u>(21)</u>	<u>41</u>
Balance as at 31 December 2023	<u>278</u>	<u>312</u>	<u>590</u>

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

1. Accounting policies**1.1 Legal and company status**

Depaul Housing Services Ltd, a public benefit entity, is a charitable company limited by guarantee and also a registered social housing provider. The parent company Depaul UK is the sole member and its liability is limited to £10. The address of the registered office is 34 Decima Street, London, SE1 4QQ. The company is UK registered with information as follows:

Company Registration Number: 08561164 (England and Wales)

Charity Registration Number: 1155073 (England and Wales)

RSL Number: 4792 (Homes England Number)

1.2 Basis of preparation of financial statements

The financial statements of the Charity are prepared in accordance with UK Generally Accepted Accounting Practice (UK GAAP) including Financial Reporting Standard 102 (FRS 102) and the Housing SORP 2018: Statement of Recommended Practice for Registered Social Housing Providers and comply with the Accounting Direction for Private Registered Providers of Social Housing 2019, applicable accounting standards and the Companies Act 2006. The Board of Trustees is satisfied that the current accounting policies are the most appropriate for Depaul Housing Services.

1.3 Accounting for funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the Charity for particular purposes.

1.4 Income

All income is included in the Statement of Comprehensive Income when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Rental income is recognised at the gross level, net of rent losses from voids.

1.5 Expenditure

All expenditure is accounted for on an accruals basis.

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2023

1.6 Tangible fixed assets and depreciation

All assets costing more than £1,000, either singly or as a group, are capitalised

Tangible fixed assets are stated at cost or their value at the time of donation, less depreciation. Depreciation is provided at rates calculated to write off the cost, or their value at the time of donation, of fixed assets, less their estimated residual value, over their expected useful lives.

The Charity separately identifies the major components which comprise its housing properties and charges depreciation so as to write down the cost of each component to its estimated residual value, on a straight line basis, over its estimated useful life.

The organisation has adopted the following depreciation policy:

- Structure – over 50 years
- Kitchens – over 10 years
- Bathrooms – over 10 years
- Boiler – over 15 years
- Roof – over 30 years
- Fixtures and Fittings – over 5 years
- Leasehold improvements- over the life of the lease, up to a maximum of 50 years

Freehold land is not depreciated.

Properties held on leases are amortised over the life of the leases or their estimated useful economic lives in the business, if shorter.

1.7 Financial instruments

Financial instruments which meet the criteria of a basic financial instrument as defined in Section 11 of FRS102 are accounted for under an amortised historical cost model.

Non-basic financial instruments are recognised at fair value using a valuation technique with any gains or losses being reported in surplus or deficit. Depaul Housing Services has no non-basic financial instruments at the year end.

1.8 Significant management judgements

In the view of the Trustees, the useful economic lives of depreciable assets, specifically the Charity's property, and the dilapidations provisions for leased properties represent the most significant management judgement with the greatest impact on the financial statements.

1.9 Government and other grants

Social Housing Grant (SHG) is receivable from Homes England (HE) and is recognised in income over the expected useful life of the housing property structure and components under the accruals model. SHG due from HE or received in advance is included as a current asset or liability. SHG received in respect of revenue expenditure is credited to the income and expenditure account in the same period as the expenditure to which it relates.

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

1.10 Going concern

The Charity continues to operate on a going concern basis. The business activities of the Charity, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Having considered current forecasts and budgets and letter of support provided by Depaul UK for the period through to 31 December 2025, the directors are satisfied that the Charity is a going concern and the financial statements have been prepared on that basis.

1.11 Statement of cash flows

As the results of the Charity are consolidated into its ultimate parent entity's financial statements, Depaul International, the Charity has taken the exemption from preparing a statement of cash flows.

2. Turnover, operating expenditure and operating surplus

	2023	2023	2022	2022
	Supported	Total	Supported	Total
	Housing	£'000	Housing	Total
	£'000	£'000	£'000	£'000
Income				
Rent receivable net of identifiable service charge	686	686	322	322
Service charges	132	132	86	86
Other grants	40	40	40	40
Turnover from social housing lettings	858	858	448	448
Operating Expenditure	814	814	429	429
Operating surplus on social housing lettings	44	44	19	19

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

3. Fixed assets

The Charity acquired Depaul House from Depaul UK during 2014 at the valuation of £150,000. The Charity entered into a Loan Agreement with Depaul UK and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul on the property.

The Charity received a capital grant from HE for the refurbishment of Depaul House. The project was completed in April 2015 and a total of £630,316 was capitalised on the renovation and accounted for in the Statement of Financial Position.

A further capital grant for £312k was awarded by HE in 2020 to contribute towards the refurbishment project at Manchester Safestop, completed in November 2020. A total of £690k was capitalised and £378k was funded by a grant from Depaul UK.

During 2023, The Charity received capital grants from HE for the purchase of 6 properties in Middlesbrough. Grants totalling £167K were received towards the purchase of 4 flats under the Rough Sleeping Accommodation Programme (RSAP) and a further £37K of grants were received towards the purchase of 2 flats under the Single Homeless Accommodation Programme (SHAP).

	Land £'000	Buildings £'000	Fixtures and Fittings £'000	Total £'000
Cost				
At 1 January 2023	75	1,415	12	1,502
Additions	-	424	-	424
At 31 December 2023	75	1,839	12	1,926
Depreciation				
At 1 January 2023	-	(280)	(12)	(292)
Charge in year	-	(63)	-	(63)
At 31 December 2023	-	(343)	(12)	(355)
Net Book Value				
At 31 December 2023	75	1,496	-	1,571
At 31 December 2022	75	1,135	-	1,210

	2023 £'000	2022 £'000
Social Housing Grant		
Total accumulated SHG receivable at 31 December		
Capital Grants	1,156	952
	1,156	952

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

3. Fixed assets (continued)

	2023 £'000	2022 £'000
Expenditure on works to existing properties		
Components capitalised *	-	-
Amount charged to income and expenditure account	-	-
	-	-
	2023 £'000	2022 £'000
Housing properties book value net of depreciation comprise:		
Freehold land and building	1,571	1,210

4. Units managed by agencies

At the end of the year, the Charity had 215 units (2022: 128) that were managed on its behalf, by agencies. All units relate to the provision of supported housing. Where the agency carries the financial risk, the Charity's income and expenditure account included only the income and expenditure for which it retains responsibility.

During the year, the Charity acquired six single-unit properties in Middlesbrough, which are managed by Depaul UK to deliver supported housing services for rough sleepers and single homeless individuals.

The Charity also developed a new partnership with SSG (Stop Start Go) for two hostel premises with a total of 73 units to provide accommodation and support to young homeless people in the Manchester area.

	Units at 1 Jan 23	Acquired in year	Disposed in year	Units at 31 Dec 23
Units owned				
Depaul UK	14	6	-	20
	14	6	-	20
Leased units managed by agencies				
Depaul UK	70	11	(3)	78
Emerging Futures CIC	24	-	-	24
Caritas	20	-	-	20
SSG	-	73	-	73
	114	84	(3)	195
Total units	128	90	(3)	215

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

5. Debtors: amounts falling due within one year

	2023 £'000	2022 £'000
Trade debtors	3	-
Prepayments	13	8
Accrued income	8	14
Amounts owed by parent company	-	233
	<u>24</u>	<u>255</u>

6. Creditors: amounts falling due within one year

	2023 £'000	2022 £'000
Trade creditors	25	8
Expenditure accruals	41	184
Deferred capital grant	44	40
Other creditors	22	22
Amounts due to parent company	26	-
	<u>158</u>	<u>254</u>

7. Creditors: amounts falling due after one year

	2023 £'000	2022 £'000
Loan from Depaul UK		
Due in 1 -2 years	4	4
Due in 2 – 5 years	14	13
Due in > 5 years	94	99
	<u>112</u>	<u>116</u>
	2023	2022
	£'000	£'000
Deferred capital grant (note 8)		
To be released in 1 - 2 years	36	40
To be released in 2 – 5 years	108	96
To be released in > 5 years	712	560
	<u>856</u>	<u>696</u>
Total	<u>968</u>	<u>812</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

8. Deferred capital grant

	2023	2022
	£'000	£'000
At 1 January (notes 6 and 7)	736	776
Grant received in year	204	-
Released to income in the year	<u>(40)</u>	<u>(40)</u>
At 31 December (notes 6 and 7)	<u>900</u>	<u>736</u>

9. Provisions

Where the Charity has entered into a lease agreement, which requires particular work to be carried out before returning the property, a dilapidations provision has been included and will build up over the lease term. The total 2023 provision of £25k (2022: £11k) relates to three properties; £3k for a property in Manchester and £21k and £1k for two properties in London.

	2023	2022
	£'000	£'000
Dilapidations provision	25	11

10. Related Parties

The Trustees of the Charity do not receive any remuneration or benefits in kind. No Trustee received reimbursement for expenses in 2023 (2022: two Trustees reimbursed for £259).

Depaul UK, incorporated in the UK, is the parent company of the Charity and a part of Depaul International (incorporated in the UK) – the ultimate parent entity. The financial statements of Depaul International can be obtained from 8-10 Grosvenor Gardens, London, SW1W 0DH.

The transactions owed by the Charity to Depaul UK consist of £12k (2022: £12k) for management costs, £3k (2022: £3k) for loan interest and £718k (2022: £62k) for payments that DPUK paid on behalf of the Charity, which includes £424k (2022: nil) for the purchase of the six properties in Middlesbrough. The Charity received revenue grants totalling £14k (2022: nil) for the Middlesbrough Homelessness projects which were transferred to Depaul UK who are managing the projects.

The amounts owed to the Charity by Depaul UK consist of £642k (2022: £310k) for rental income and £13k (2022: £12k) dilapidations recharge on properties that are leased by the Charity to Depaul UK. The amounts owed at year end between the Charity and Depaul UK are disclosed in notes 5 to 7.

11. Operating surplus

The operating surplus is stated after charging:

	2023	2022
	£'000	£'000
Auditor's remuneration		
Audit services	2	2
Depreciation:		
Housing properties	<u>63</u>	<u>63</u>
	<u>65</u>	<u>65</u>

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

12. Analysis of expenditure:

	2023 Unrestricted Supported Housing £'000	2023 Restricted Supported Housing £'000	2023 Total Supported Housing £'000	2022 Total Supported Housing £'000
Operating Expenditure				
Management	12	-	12	12
Depreciation of housing properties	42	21	63	63
Lease costs	712	-	712	327
Other costs	27	-	27	27
Operating expenditure	793	21	814	429
Interest	3	-	3	3

13. Employees

The Charity does not directly employ any staff. The parent company, Depaul UK, makes management charges for the Charity's use of its staff time.

14. Key management personnel

As the Charity did not have any employees during the year and trustees are not remunerated, key management personnel remuneration is nil.

Key management personnel are remunerated by the parent company, Depaul UK, and details of these emoluments are set out in its Financial Statements.

15. Restricted funds

Restricted funds represent funds that have been donated for specific purpose.

Manchester Safestop refurbishment

Funds donated specifically for the refurbishment of the Manchester Safestop property at 69 Palatine Road. The Restricted Funds balance of £312K (2022: £333K) all relate to this project.

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2023**

16. Operating lease commitments

At 31 December 2023, the company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2023	2022
	£'000	£'000
Not later than 1 year	604	364
Later than 1 year and not later than 5 years	384	195
Later than 5 years	271	148
	<u>1,259</u>	<u>707</u>

17. Post balance sheet events

In 2024, the Charity purchased three further properties for the Middlesbrough Single Homelessness Accommodation Programme. The purchase prices amounted to £197k and are partially funded by a capital grant from Homes England. Funding amounting to £125k was received by April 2024.

DEPAUL HOUSING SERVICES

England & Wales - Charity number 1155073

Accounts

DEPAUL HOUSING SERVICES
COMPANY REGISTERED IN ENGLAND and WALES
COMPANY NO: 08561164
CHARITY NO: 1155073
RP NUMBER: 4792

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2022

DEPAUL HOUSING SERVICES

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DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2022

TRUSTEES:	Ian Hellowell (Interim Chair) Urvashi Bhagat (joined April 2023) Alan D'Arcy John Dunn (Chair) (resigned May 2023) Michael Jones
COMPANY SECRETARY:	Judith Rowland-Hill (until April 2022) Penelope Bull (April 2022 to September 2022 and October 2022 to May 2023) Debbie Bankole-Williams (September 2022 to October 2022) Denis King (from May 2023)
CHIEF EXECUTIVE OFFICER:	Mike Thiedke
LEAD OFFICER:	Alexia Murphy
REGISTERED OFFICE:	34 Decima Street London SE1 4QQ
COMPANY REGISTRATON NUMBER:	08561164 (England and Wales)
CHARITY REGISTRATON NUMBER:	1155073 (England and Wales)
RP NUMBER:	4792 (Regulator of Social Housing number)
AUDITOR:	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

STRUCTURE GOVERNANCE AND MANAGEMENT

Depaul Housing Services (the Charity) is a registered charity, a company limited by guarantee and is also a Registered Provider of social housing (RP). The company was registered on 7 June 2013 under company number 08561164. The sole member of the company is Depaul UK, a charitable company.

The Board of Trustees currently consists of five members who are responsible for, and committed to, leading the Charity, agreeing the Charity's strategic and business plans and associated financial planning and budgets, and monitoring their delivery. Their particular areas of expertise include: the provision of social and supported housing; the homelessness and youth sectors; the law as it relates to housing in general and affordable housing in particular; and public sector accounting and finance.

A skills audit of Trustees is undertaken regularly to assist in identifying what skills and experience might be lacking on the Board, and this in turn influences the recruitment, selection and appointment process, as does the Board's commitment to broadening its own diversity in order to better reflect the communities it serves. Trustees are formally appointed with prior written approval from Depaul UK.

All Trustees go through a full, comprehensive induction process on appointment and relevant training is then made available throughout their period of appointment to ensure that they are able and confident to perform their duties as Trustees. This is enabled by an annual appraisal process and effectiveness review, at which development needs can be identified.

The Trustees are also responsible for ensuring that this report complies with the governance and financial viability standard, and ensure that compliance with the standard is reviewed annually.

The Trustees who served during the year were:

John Dunn (Chair)
Alan D'Arcy
Ian Hellawell
Michael Jones

OBJECTIVES AND ACTIVITIES

The charitable objects are specifically restricted to the following for the public benefit:

- to promote and advance the relief of poverty by such means as the Trustees shall in their absolute discretion determine, and in particular (without limitation) by the provision of Social Housing in England, any other purposes connected with or incidental to the provision and management of Social Housing, shelter, accommodation, training and other services to persons whom the Trustees shall deem to be in need of such provision by reason of homelessness, deprivation or social or economic circumstances ("eligible persons");
- the advancement of education including (without limitation) the provision of education and training to eligible persons;
- to provide facilities for leisure-time activities for eligible persons in the interests of social welfare so that their conditions of life may be improved; and
- to promote the efficiency and further the charitable objects of Depaul UK.

The Trustees have a strong regard for the public benefit guidance published by the Charity Commission and is in compliance with its duties under Section 17 of the Charities Act 2011.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The agreed strategic objectives for 2022 were:

- To address and relieve homelessness and poverty through the delivery of more; safe, affordable and high-quality housing and the provision of housing services to more people who are vulnerable
- To coproduce with our tenants what Depaul Housing Services does and how we do it
- To be a financially sustainable and well governed business that is compliant with relevant Regulatory Frameworks

These objectives are part of an approved three-year strategy, with revised objectives, which came into effect in 2021. Depaul Housing Services is operating at a time of high demand for accommodation provision for people who have slept rough or are at risk of. The organisation was landlord to 33 tenants at the end of 2021 growing to 128 tenants at the end of 2022.

The company was formed in 2013 and became a registered provider in 2014. The company:

- owns a 14-bed accommodation facility (Depaul House) in North Tyneside;
- holds a 35-year lease on an 11-bed accommodation facility (Safestop) in Manchester;
- leases several properties in London and Manchester for the delivery of supported housing services for people who have slept rough or are single homeless people
- is the registered landlord for an additional 36-units in Manchester working in partnership with Emerging Futures CIC and Caritas.

Depaul Housing Services provides accommodation and support to young people in North Tyneside, Manchester and London through management agreements with Depaul UK, and partnerships with Emerging Futures CIC and Caritas. These activities fully meet the Charity Commission's public benefit test.

2022 Notable Achievements

- In 2022 successfully bid for Homes England funds under the Rough Sleepers Accommodation Programme (RSAP) to purchase and develop property for social housing. The two successful schemes will initiate in 2023 and we hope to create 14 new Social Housing units.
- We developed a new partnership with Caritas to provide good landlord services to more tenants.

Client Focus

The needs of our clients are at the heart of everything we do, and Depaul Housing Services has adopted Depaul UK's Client Involvement strategies and procedures in order to ensure that there is a framework to guide this effectively. A key part of this framework is regular consultation with residents via the Voice of Depaul, the annual Client Conference and in ad hoc consultation activity around various elements of service delivery. We are keen to consult clients around matters where their voice can have a meaningful impact on proposed changes early in the process.

Client Involvement initiatives have been piloted throughout 2022 which move Depaul towards the coproduction, co-design and co-delivery of our projects and services.

At Depaul Housing Services properties, residents are informed about this commitment to client involvement via the Voice and the annual Client Involvement Newsletter, which was initiated in 2022.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

Complaints

The management of complaints is carried out by Depaul UK on behalf of Depaul Housing Services.

Depaul UK has adopted The Housing Ombudsman's Complaint Handling Code as the basis of its approach to complaints.

Complaints are monitored and reported upon quarterly to Depaul UK's Services and Business Development Committee. The Business Excellence Partner is the Complaints Officer for Depaul UK and is responsible for the implementation of the Complaints Policy.

In 2022 Depaul UK asked clients about their experiences of making a complaint and used their feedback to help it to review the Complaints Policy, making the process simpler and reducing the complaints process to two stages from three.

In 2023 Depaul UK will be implementing an action plan to make improvements to its complaints handling. This includes having a named Trustee and Director with joint responsibility for complaints monitoring to improve accountability, delivering new staff training to improve handling and recognition of complaints, and refining complaints recording and reporting systems and processes to help better understand and monitor performance.

Vincentian Values

Depaul Housing Services has adopted the Depaul Group's Vision, that everyone should have a place to call home and a stake in their community. This work is guided by the Vincentian Values, and these are the basis for everything the Charity does.

The core values are that we:

- celebrate the potential of people;
- put our words into action
- take a wider role in civil society; and
- believe in rights and responsibilities

Governance

Depaul Housing Services is constituted under a Memorandum and Articles of Association dated 7 June 2013. The Board re-adopted the National Housing Federation's Code of Governance (2020) in May 2022 and the National Housing Federation's Code of Conduct 2020 in December 2022.

Following an extensive review of the Code of Governance (2020) undertaken in 2021, a stringent action plan has been developed to achieve full compliance and to drive up standards and quality in Governance overall. Progress against areas of improvement identified in the action plan is being monitored at the highest level and at Board meetings. Areas where compliance has been achieved are managed and reviewed on an ongoing basis via a series of spot checks and compliance checklists, supported by an Annual Governance Schedule.

The review against the 2020 Code identified a small number of areas of non-compliance, which can be explained as follows:

- The Depaul Housing Services Constitution conflicts with the Code regarding the number of Trustees that should sit on the Board, and therefore the Constitution takes precedence in this area;
- There are areas where compliance is not applicable because there are no shareholders nor paid members of staff, and Trustees receive no remuneration. The processes that might normally be managed by paid employees (e.g. Trustee recruitment and induction, management of systems relating to internal controls and the audit process) are controlled by the Group Parent, Depaul UK, and there is an Intra Group Agreement and Service Level Agreement between the Parent and Depaul Housing Services that formalises this arrangement. The Depaul Housing Services Board has also adopted all of Depaul UK's policies and procedures.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

- The remaining instances are primarily considered to be matters of continuous improvement which are being actioned within a specified timescale (i.e. increasing the focus on carbon neutrality; reviewing the Memorandum and Articles of Association and Terms of Reference to ensure the inclusion in the most appropriate document re specific responsibilities and principles of reappointment and tenure; and EDI objective and target setting that is specific to Depaul Housing Services).

The Board reviewed the Charity's compliance with the Governance and Financial Viability Standard in May 2023. There are currently no areas of non-compliance with the standard, but formal stress testing processes are under review to ensure that they reflect Depaul Housing Services' recent growth.

The Depaul UK Strategies, Policies and Procedures adopted by Depaul Housing Services include: Health and safety (refreshed to include specific reference to damp and mould); Safeguarding children and adults at risk; Environmental impact; Client involvement and feedback; Occupancy charges, rent payments, arrears and bad debts; Rent Setting and Accounting Void Management and Lettable Standards; Warnings and Evictions; Risk management; and Equality, Diversity and Inclusion.

A high standard of parent/subsidiary governance is enabled by biannual meetings of the Chairs and CEO of both Charities, together with the Depaul Housing Services Lead Officer. At these meetings, risks and opportunities are discussed and information shared. The responsibilities of the parent and subsidiary are also set out in summary documents which have been reviewed and approved by both Boards.

Equity, Diversity and Inclusion (EDI) and the Public Sector Equality Duty

Through Depaul UK, Depaul Housing Services is working to:

- Eliminate discrimination, harassment, victimisation and other conduct that is prohibited by, or under, the Equality Act 2010;
- Advance equality of opportunity between persons who share relevant protected characteristics and persons who do not share them; and
- Foster good relations between persons who share a relevant protected characteristic and those who do not.

It is committed to being a truly diverse organization, and both charities measure themselves against the highest standards, including those within the Equality Act 2010 and the Public Sector Equality Duty.

With Depaul UK, Depaul Housing Services is committed to going beyond mere compliance and to take action to embrace the benefits that EDI can bring to the engagement of staff, the outcomes for clients and how the mission is delivered. Depaul is an accredited Investors in Diversity organisation and it has a published organisation wide action plan to ensure that this commitment to Equity, Diversity and Inclusion is kept at the forefront of our agenda.

EDI objectives and targets as they relate specifically to Depaul Housing Services are currently under discussion, and will be reflected on fully in the 2023 Trustees' Annual Report.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

OPERATING AND FINANCIAL REVIEW

Financial Performance

The Statement of Comprehensive Income on page 16 shows that the turnover for the year is £448k (2021: £113k) and operating costs for the year is £429k (2021: £112k). The surplus for the year is £16k (2021: £2k loss), resulting in total reserves of £549k (2021: £533k).

The significant increase to income and expenditure reflects the additional projects taken on in 2022. During the year, Depaul Housing Services entered into new leases for several properties in London and Manchester for the delivery of supported housing services. The majority of these projects were managed by Depaul UK but others were managed by external partners, Emerging Futures CIC and Caritas. These additional arrangements have resulted in lease costs increasing by £314k to £327k this year (2021: £13k), and similarly, rental income increasing by £335k to £408k this year (2021: £73k).

Expenditure in the year included loan interest relating to Depaul House which was acquired from Depaul UK in 2014 at the valuation of £150,000. Depaul Housing Services entered into a Loan Agreement with Depaul UK in 2015 and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul UK on the property.

Internal Control Assurance and Risk

The Trustees acknowledge their overall responsibility for establishing and maintaining the whole system of internal control and for reviewing its effectiveness.

The system of internal control is designed to manage, rather than eliminate, the risk of failure to achieve business objectives, and to provide reasonable, and not absolute, assurance against material misstatement or loss.

The process for identifying, evaluating and managing the significant risks faced by the Depaul Housing Services is ongoing and has been in place throughout the period commencing 1 January 2022 up to the date of approval of the annual report and financial statements.

Key elements of the control framework include:

- clearly defined management responsibilities for the identification, evaluation and control of significant risks;
- robust strategic and business planning processes, with detailed financial budgets and forecasts;
- review of the Depaul Housing Services risks by the Board of Trustees at each meeting;
- established authorisation and appraisal procedures for all significant new initiatives and commitments;
- appraisal of major development projects by the Board of Trustees; and
- regular reporting to the Board of Trustees of key business objectives, targets and outcomes.

During 2022, the Trustees have given due consideration to the major risks that the Charity is exposed to and were satisfied that the control measures in place to manage those risks were appropriate. In addition, risks shared by Depaul Housing Services and its parent company were reviewed at the bi-annual Chairs meetings.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The headline risks which have a significant impact, and/or carry a high likelihood of occurring include:

- **Data Protection, IT systems and Cyber Security**

This risk relates to the potential for IT systems failure at Depaul UK which could lead to a loss of data, and financial issues such as rent collection. The increased dependency in the use of ICT based technology during the pandemic has also seen a global acknowledgement of the increase and potential of cyber-crime. This risk links directly to compliance with GDPR and our Data Protection Act obligations.

Mitigating interventions*: Depaul Housing Services does not collect, hold or store any personal data for tenants or suppliers and does not employ any staff directly but is dependent upon Depaul UK to do so on its behalf. Therefore this risk is significantly mitigated. Depaul UK mitigates the risk by reviewing the Data Protection Policy and Procedures; achieving Cyber-essentials Plus quality accreditation; appointing a Protection Lead who is also a qualified Data Protection Practitioner; ongoing registration with the Information Commissioners Office; undertaking regular potential data breach reviews and reporting upon these to the Finance, Audit and Compliance Committee; continuing to take legal and expert advice for complex enquiries; providing staff with training materials to assist them in advancing their digital capacity and capability.

- **Health and Safety**

As a social housing provider, Depaul Housing Services is responsible for complying with its statutory duties and maintaining and implementing a comprehensive suite of health and safety policies and procedures. Failing to do so risks exposing clients to injury, illness or death.

Mitigating interventions*: Risks are transferred to managing agents through management agreements; Health and Safety Policies and Procedures are in place and delivery is monitored and reported on a regular basis; all property is insured. We have a detailed asset register which covers all areas of statutory Health and Safety compliance and performance and is reviewed by our Trustees quarterly.

- **Compliance with new regulatory standards**

Depaul Housing Services, is subject to a range of regulated and quality frameworks. During 2021 charities were consulted on the Government's plans to review unregulated provision for 16/17 years olds, and that this has resulted in a new regulated environment which will be introduced into the sector in 2023 (called The National Standards for Unregulated provision). This risk is regarding Depaul Housing Services' activities meeting and complying with the standards.

Mitigating interventions*: direct liaison with the Department for Education, providing feedback on, and influencing and shaping of, the design and implementation of the new standards; staying up to date with developments of the new regulatory regime; regular reporting and communications. A review of systems and processes against the new standards is planned for 2022.

- **Development Programme**

Current Government programmes such as RSAP and Single Homeless Accommodation Programme (SHAP) are enabling organisations such as Depaul Housing Services access to capital and revenue funding for purchase and development of properties for the provision of social housing. If Depaul Housing Services enters into a property development programme, it needs to ensure that it is strategically, financially and operationally viable, or it risks being unable to fulfil its obligations to tenants, being able to comply with regulatory requirements and/or meet financial commitments.

Mitigating interventions*: All development opportunities undergo an initial feasibility review; all individual development projects undergo appropriate due diligence and risk management reviews.

* These mitigating interventions were led by Depaul UK, either in its capacity as a housing management agent, or as provided for by the Service Level Agreement / Intra-Group Agreement.

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

The role of the Regulator of Social Housing

As a social housing provider, Depaul Housing Services is required by the Regulator of Social Housing to ensure we are delivering the right service, in the right way, at the right cost.

Regulatory standards contain specific expectations and the outcomes that providers are expected to achieve. Providers' boards and local authority councillors who govern service delivery are responsible for meeting the relevant standards and determining how this is done.

The standards are classified as either 'economic' or 'consumer'.

Economic standards

The Regulator of Social Housing proactively seeks assurance from providers that they are meeting its economic standards. These apply to all registered providers except for local authorities because the regulator has no power to set economic standards for local authorities (except rents).

The three economic standards are:

- Governance and Financial Viability Standard;
- Value for Money Standard;
- Rent Standard.

Consumer standards

The Regulator of Social Housing also sets consumer standards and its role is to intervene where failure to meet the standards has caused, or could have caused, serious harm to tenants. These apply to all registered providers including local authorities.

The four consumer standards are:

- Home Standard;
- Tenancy Standard;
- Neighbourhood and Community Standard;
- Tenant Involvement and Empowerment Standard.

(taken from <https://www.gov.uk/guidance/regulatory-standards>).

The Value for Money Standard and Depaul Housing Services

Depaul Housing Services works to a Value For Money (VFM) strategy developed using the guidance and standards set by the Regulator of Social Housing. Work in this area has continued throughout 2022. A key part of VFM is achieving good performance figures on rent collection, arrears and low empty night rates.

At the end of 2022, 79% of rent due was collected, the percentage of empty room nights was 8%, and current rent arrears were 10.6%. These were good performance indicators within set targets.

Our VFM strategy includes a statement (below) on how we intend to achieve VFM and how this operates within our strategic objectives.

One of our schemes The Youth Hub, operates to a different rent model to allow for the accommodation of individuals with no recourse to public funding and therefore no way of paying their rent.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

Value For Money statement

Depaul Housing Services' work is underpinned by the Depaul strategic aims which have been to:

- Prevent homelessness through influencing policy and public opinion, educating young people, strengthening family relationships and providing advice, guidance and shelter in times of crisis.
- Increase the resilience of people who are experiencing homelessness through providing accommodation and support that is trauma-informed, strengths-based, and rooted in promoting mental health and wellbeing
- Energise societal responses to engage the wider society in addressing homelessness through supporting campaigns, encouraging volunteering and seeking strategic partnering to increase our impact and improve life-chances for those we support.
- Stimulate aspirations, creating ambition and confidence in our beneficiaries, through the provision of Employment, Training and Education programmes and opportunities that enable the people we work with to confidently take their place in society.

To ensure full compliance, we have established procedures to assess, in all our activities, whether we are:

1. Purchasing resources in the right quantity and at the right price (Economy)
2. Obtaining the maximum output from our resource input (Efficiency)
3. Assessing the implications of our actual performance in relation to our target (Effectiveness)
4. Distributing our resources fairly (Equity)

The VFM indicators given in the Regulator's Guidance are in brackets.

There is also a wider requirement set by the Regulator to report on the indicators presented in the table below, as a measure of our ongoing commitment to providing affordable good quality housing:

	2022	2021
1. Reinvestment %	0%	0%
2. New Supply %	74%	24%
3. Gearing %	57%	44%
4. Earnings before Interest, Tax, Depreciation, Amortisation, Major Repairs Included (EBITDA MRI) Interest Cover %	1417%	1633%
5. Headline Social Housing Cost per Unit (£)	£2,831	£727
6. Operating Margin %	4%	1%
7. Return on Capital Employed (ROCE) %	1%	0.1%

Going Concern

The business activities of Depaul Housing Services, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Taking the letter of support provided by Depaul UK for the period through to 31 December 2025 and the existing Intra-Group Agreement signed by the two Charities in June 2014 into consideration, the Trustees are satisfied that Depaul Housing Services is a going concern and the accounting policies have been prepared on that basis.

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022**

STATEMENT OF THE RESPONSIBILITIES OF THE BOARD OF TRUSTEES FOR THE REPORT AND FINANCIAL STATEMENTS

The Board of Trustees is responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and regulations.

Legislation requires the Board of Trustees to prepare the financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable laws. Under relevant legislation, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and surplus or deficit of Depaul Housing Services for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended practice (SORP) for Registered Social Housing Providers update 2014, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Board of Trustees is responsible for keeping proper accounting records, which are sufficient to show and explain Depaul Housing Services' transactions and disclose with reasonable accuracy at any time the financial position of Depaul Housing Services and enable it to ensure that the financial statements comply with the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing 2015. It is also responsible for safeguarding the assets of Depaul Housing Services and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each member of the Board of Trustees is aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have each taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The Board of Trustees are responsible for the maintenance and integrity of the corporate and financial information on the parent company's website – Depaul UK. In so far as this relates to Depaul Housing Services, legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small Companies Regime

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The report of the Trustees was approved on 28 June 2023 and signed on their behalf by:

Anthony Hellawell

Ian Hellawell
Interim Chair of Trustees

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

Opinion

We have audited the financial statements of Depaul Housing Services for the year ended 31 December 2022 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of Depaul Housing Service's affairs as at 31 December 2022 and of its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing from April 2019.

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 Depaul Housing Services in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In light of the knowledge and understanding of Depaul Housing Services and their environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 or the Housing and Regeneration Act 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees (who are also the directors of Depaul Housing Services 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 Depaul Housing Service'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 Depaul Housing Services or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which Depaul Housing Services 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, the Charities Act 2011, the Housing and Regeneration Act 2008, together with the Housing SORP. 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 Depaul Housing Services' ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within Depaul Housing Services for fraud. The laws and regulations we considered in this context for the UK operations were requirements imposed by the Regulator of Social Housing and taxation legislation.

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 Finance, Audit and Compliance Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence, designing audit procedures over the timing of income and reading minutes of meetings of those charged with governance.

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, 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.

DEPAUL HOUSING SERVICES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

Use of our report

This report is made solely to Depaul Housing Service'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 Depaul Housing Service'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 Depaul Housing Services and Depaul Housing Services' members as a body, for our audit work, for this report, or for the opinions we have formed.



Tim Redwood
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
55 Ludgate Hill
London
EC4M 7JW

Date: 29 June 2023

DEPAUL HOUSING SERVICES

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	2022 Unrestricted £'000	2022 Restricted £'000	2022 Total £'000	2021 Total £'000
Turnover	1, 2	448	-	448	113
Operating expenditure	12	(408)	(21)	(429)	(112)
Operating surplus		40	(21)	19	1
Interest payable	12	(3)	-	(3)	(3)
Surplus/ (loss) for the year before taxation		37	(21)	16	(2)
Taxation		-	-	-	-
Surplus/ (loss) for the year and total comprehensive income for the year		37	(21)	16	(2)

The results relate wholly to continuing activities.

The accompanying notes 1 to 17 form part of these financial statements.

DEPAUL HOUSING SERVICES

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022
REGISTRATION NUMBER: 08561164

	Note	2022 £'000	2021 £'000
Fixed assets			
Tangible assets	3	1,210	1,273
		<u>1,210</u>	<u>1,273</u>
Current assets			
Cash at bank and in hand		161	337
Debtors	5	255	9
		<u>416</u>	<u>346</u>
Creditors: amounts falling due within one year	6	<u>(254)</u>	<u>(230)</u>
Net current assets		<u>162</u>	<u>116</u>
Total assets less current liabilities		<u>1,372</u>	<u>1,389</u>
Creditors: amounts falling due after one year	7	<u>(812)</u>	<u>(856)</u>
Provisions			
Dilapidations provisions	9	<u>(11)</u>	<u>-</u>
Net assets		<u>549</u>	<u>533</u>
Funds and reserves			
General fund		216	179
Restricted fund	15	<u>333</u>	<u>354</u>
Total funds		<u>549</u>	<u>533</u>

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

The financial statements were approved and authorised for issue by the Trustees on 28 June 2023 and signed on their behalf by:

Anthony Hellawell

Ian Hellawell
Interim Chair of Trustees

The accompanying notes 1 to 17 form part of these financial statements.

DEPAUL HOUSING SERVICES

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2022**

	General fund £'000	Restricted fund £'000	Total £'000
Balance as at 1 January 2020	135	400	535
Surplus for the year	44	(46)	(2)
Balance as at 31 December 2021	179	354	533
Surplus for the year	37	(21)	16
Balance as at 31 December 2022	216	333	549

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2022**

1. Accounting policies**1.1 Legal and company status**

Depaul Housing Services Ltd, a public benefit entity, is a charitable company limited by guarantee and also a registered social housing provider. The parent company Depaul UK is the sole member and its liability is limited to £10. The address of the registered office is 34 Decima Street, London, SE1 4QQ. The company is UK registered with information as follows:

Company Registration Number: 08561164 (England and Wales)

Charity Registration Number: 1155073 (England and Wales)

RSL Number: 4792 (Homes England Number)

1.2 Basis of preparation of financial statements

The financial statements of the Charity are prepared in accordance with UK Generally Accepted Accounting Practice (UK GAAP) including Financial Reporting Standard 102 (FRS 102) and the Housing SORP 2018: Statement of Recommended Practice for Registered Social Housing Providers and comply with the Accounting Direction for Private Registered Providers of Social Housing 2019, applicable accounting standards and the Companies Act 2006. The Board of Trustees is satisfied that the current accounting policies are the most appropriate for Depaul Housing Services.

1.3 Accounting for funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the Charity for particular purposes.

1.4 Income

All income is included in the Statement of Comprehensive Income when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Rental income is recognised at the gross level, net of rent losses from voids.

1.5 Expenditure

All expenditure is accounted for on an accruals basis.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2022**

1.6 Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised.

Tangible fixed assets are stated at cost or their value at the time of donation, less depreciation. Depreciation is provided at rates calculated to write off the cost, or their value at the time of donation, of fixed assets, less their estimated residual value, over their expected useful lives.

The Charity separately identifies the major components which comprise its housing properties and charges depreciation so as to write down the cost of each component to its estimated residual value, on a straight line basis, over its estimated useful life.

The organisation has adopted the following depreciation policy:

- Structure – over 50 years
- Kitchens – over 10 years
- Bathrooms – over 10 years
- Boiler – over 15 years
- Roof – over 30 years
- Fixtures and Fittings – over 5 years
- Leasehold improvements- over the life of the lease

Freehold land is not depreciated.

Properties held on leases are amortised over the life of the leases or their estimated useful economic lives in the business, if shorter.

1.7 Financial instruments

Financial instruments which meet the criteria of a basic financial instrument as defined in Section 11 of FRS102 are accounted for under an amortised historical cost model.

Non-basic financial instruments are recognised at fair value using a valuation technique with any gains or losses being reported in surplus or deficit. Depaul Housing Services has no non-basic financial instruments at the year end.

1.8 Significant management judgements

In the view of the Trustees, the useful economic lives of depreciable assets, specifically the Charity's property, and the dilapidations provisions for leased properties represent the most significant management judgement with the greatest impact on the financial statements.

1.9 Government and other grants

Social Housing Grant (SHG) is receivable from the Homes England and is recognised in income over the expected useful life of the housing property structure and components under the accruals model. SHG due from the HE or received in advance is included as a current asset or liability. SHG received in respect of revenue expenditure is credited to the income and expenditure account in the same period as the expenditure to which it relates

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2022

1.10 Going concern

Depaul Housing Services continues to operate on a going concern basis. The business activities of Depaul Housing Services, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Having considered current forecasts and budgets and letter of support provided by Depaul UK for the period through to 31 December 2025, the directors are satisfied that Depaul Housing Services is a going concern and the financial statements have been prepared on that basis.

1.11 Statement of cash flows

As the results of Depaul Housing Services are consolidated into its ultimate parent entity's financial statements, Depaul International, Depaul Housing Services has taken the exemption from preparing a statement of cash flows.

2. Turnover, operating expenditure and operating surplus

	2022 Supported Housing £'000	2022 Total £'000	2021 Supported Housing £'000	2021 Total £'000
Income				
Rent receivable net of identifiable service charge	322	322	70	70
Service charges	86	86	3	3
Release of capital grants to income	40	40	40	40
Turnover from social housing lettings	448	448	113	113
Operating expenditure	429	429	112	112
Operating surplus on social housing lettings	19	19	1	1

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2022

3. Fixed assets

Depaul Housing Services acquired Depaul House from Depaul UK during 2014 at the valuation of £150,000. Depaul Housing Services entered into a Loan Agreement with Depaul UK and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul on the property.

Depaul Housing Services received a capital grant from the Homes England for the refurbishment of Depaul House. The project was completed in April 2015 and a total of £630,316 was capitalised on the renovation and accounted for in the Statement of Financial Position.

A further capital grant for £312k was awarded by Homes England in 2020 to contribute towards the refurbishment project at Manchester Safestop, completed in November 2020. A total of £690k was capitalised and £378k was funded by a grant from Depaul UK.

	Land	Buildings	Fixtures and Fittings	Total
	£'000	£'000	£'000	£'000
Cost				
At 1 January 2022	75	1,415	12	1,502
Additions	-	-	-	-
At 31 December 2022	<u>75</u>	<u>1,415</u>	<u>12</u>	<u>1,502</u>

Depreciation

At 1 January 2022	-	(217)	(12)	(229)
Charge in year	-	(63)	-	(63)
At 31 December 2022	<u>-</u>	<u>(280)</u>	<u>(12)</u>	<u>(292)</u>

Net Book Value

At 31 December 2022	<u>75</u>	<u>1,135</u>	<u>-</u>	<u>1,210</u>
At 31 December 2021	<u>75</u>	<u>1,198</u>	<u>-</u>	<u>1,273</u>

Social Housing Grant

Total accumulated SHG receivable at 31 December:

	2022 £'000	2021 £'000
Capital Grants	<u>942</u>	<u>942</u>
	<u>942</u>	<u>942</u>

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2022**3. Fixed assets (continued)**

	2022 £'000	2021 £'000
Expenditure on works to existing properties		
Components capitalised *	-	(25)
Amount charged to income and expenditure account	-	-
	<u>-</u>	<u>(25)</u>

* The negative balance of £25k in 2021 reflects a VAT saving on the Manchester Safestop refurbishment project. The project was completed in 2020 and £715k was capitalised at the time. In the current year, the contractor re-issued invoices for various costs that qualified for a lower VAT rate, resulting in a reduction of £25k to the total refurbishment project value.

	2022 £'000	2021 £'000
Housing properties book value net of depreciation comprise:		
Freehold land and building	1,210	1,273

4. Units managed by agencies

At the end of the year, the Charity had 128 units (2021: 33) that were managed on its behalf, by agencies. All units relate to the provision of supported housing. Where the agency carries the financial risk, the Charity's income and expenditure account included only the income and expenditure for which it retains responsibility.

During the year, Depaul Housing Services acquired two properties in London (21 and 29 units) and one in Manchester (9 units), which are managed by Depaul UK to deliver supported housing services for rough sleepers and single homeless individuals.

Adding to the existing partnership with Emerging Futures CIC, Depaul Housing Services acquired four 1-bed and one 3-bed houses in Manchester. The agreement for the 3-bed property ended during the year.

Depaul Housing Services also developed a new partnership with Caritas and acquired a 20-bed hostel to provide accommodation and support to young people in Manchester.

	Units at 1 January 2022	Acquired in year	Disposed in year	Units at 31 December 2022
Supported housing				
Units owned managed by agencies				
Depaul UK	14	-	-	14
	<u>14</u>	<u>-</u>	<u>-</u>	<u>14</u>
Leased units managed by agencies				
Depaul UK	11	59	-	70
Emerging Futures CIC	8	19	(3)	24
Caritas	-	20	-	20
	<u>19</u>	<u>98</u>	<u>(3)</u>	<u>114</u>
Total units managed by agencies	<u>33</u>	<u>98</u>	<u>(3)</u>	<u>128</u>

DEPAUL HOUSING SERVICES

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2022**

5. Debtors: amounts falling due within one year

	2022	2021
	£'000	£'000
Trade debtors	-	4
Prepayments	8	1
Accrued income	14	4
Amounts owed by parent company	233	-
	<u>255</u>	<u>9</u>

6. Creditors: amounts falling due within one year

	2022	2021
	£'000	£'000
Trade creditors	8	1
Accruals	184	-
Deferred capital grant	40	40
Other creditors	22	24
Amounts due to parent company	-	165
	<u>254</u>	<u>230</u>

7. Creditors: amounts falling due after one year

	2022	2021
	£'000	£'000
Loan from Depaul UK		
Due in 1- 2 years	4	4
Due in 2- 5 years	13	13
Due in more than 5 years	99	103
	<u>116</u>	<u>120</u>

	2022	2021
	£'000	£'000
Deferred capital grant (note 8)		
To be released in 1- 2 years	40	40
To be released in 2- 5 years	120	120
To be released in more than 5 years	536	576
	<u>696</u>	<u>736</u>
Total	<u><u>812</u></u>	<u><u>856</u></u>

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2022

8. Deferred capital grant

	2022 £'000	2021 £'000
At 1 January (notes 6 and 7)	776	816
Grant received in year	-	-
Released to income in the year	<u>(40)</u>	<u>(40)</u>
At 31 December (notes 6 and 7)	<u>736</u>	<u>776</u>

9. Provisions

Where Depaul Housing Services has entered into a lease agreement, which requires particular work to be carried out before returning the property, a dilapidations provision has been included and will build up over the lease term. The total 2022 provision of £11k relates to three properties; £2k for a property in Manchester and £8k and £1k for two properties in London.

10. Related Parties

The Trustees of Depaul Housing Services do not receive any remuneration or benefits in kind. Two Trustees received reimbursement for expenses amounting to £259 in the current year (2021: £nil).

Depaul UK, incorporated in the UK, is the parent company of Depaul Housing Services, a part of Depaul International (incorporated in the UK) – the ultimate parent entity. The financial statements of Depaul International can be obtained from St Vincents Centre, Carlisle Place, London, SW1P 1NL.

During the year, Depaul UK charged Depaul Housing Services £12k (2021: £8k) for management costs and Depaul Housing Services charged rental income of £322k (2021: £70k) to Depaul UK. Depaul UK also made payments of £61k (2021: £20k) on behalf of Depaul Housing Services and these were recharged via the intercompany account. The amounts owed at year end between Depaul Housing Services and Depaul UK are disclosed in notes 5 to 7.

11. Operating surplus

The operating surplus is stated after charging:

	2022 £'000	2021 £'000
Auditor's remuneration		
Audit services	2	2
Depreciation:		
Housing properties	<u>63</u>	<u>63</u>
	<u>65</u>	<u>65</u>

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2022

12. Analysis of expenditure:

	2022 Unrestricted Supported Housing £'000	2022 Restricted Supported Housing £'000	2022 Total Supported Housing £'000	2021 Total Supported Housing £'000
Operating expenditure				
Management	12	-	12	8
Depreciation of housing properties	42	21	63	63
Lease costs	327	-	327	13
Other costs	27	-	27	28
Operating expenditure	408	21	429	112
Interest	3	-	3	3

13. Employees

The Charity does not directly employ any staff. The parent company, Depaul UK, makes management charges for the Charity's use of its staff time.

14. Key management personnel

As Depaul Housing Services did not have any employees during the year and trustees are not remunerated, key management personnel remuneration is nil.

Key management personnel are remunerated by the parent company, Depaul UK, and details of these emoluments are set out in its Financial Statements.

15. Restricted funds

Restricted funds represent funds that have been donated for specific purpose.

Manchester Safestop refurbishment

Funds donated specifically for the refurbishment of the Manchester Safestop property at 69 Palatine Road. All restricted funds relate to this project.

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2022

16. Operating lease commitments

At 31 December 2022 the company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2022 £'000	2021 £'000
Not later than 1 year	364	14
Later than 1 year and not later than 5 years	195	56
Later than 5 years	148	162
	707	232

17. Post balance sheet events

In March 2023, Depaul Housing Services purchased four properties for the Middlesbrough Rough Sleeping Accommodation Programme. The purchase prices amounted to £277k and are partially funded by a capital grant from Homes England. Funding amounting to £165k was received in March and April 2023.

DEPAUL HOUSING SERVICES

England & Wales - Charity number 1155073

Accounts

DEPAUL HOUSING SERVICES
COMPANY REGISTERED IN ENGLAND and WALES
COMPANY NO: 08561164
CHARITY NO: 1155073
RP NUMBER: 4792

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2021

DEPAUL HOUSING SERVICES

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DEPAUL HOUSING SERVICES

LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISORS FOR THE YEAR ENDED 31 DECEMBER 2021

TRUSTEES:	John Dunn (Chair) Alan D'Arcy Ian Hellawell Michael Jones
COMPANY SECRETARY:	Judith Rowland-Hill (until 22 April 2022) Penny Bull (from 22 April 2022)
CHIEF EXECUTIVE OFFICER:	Mike Thiedke
LEAD OFFICER:	Alexia Murphy
REGISTERED OFFICE:	34 Decima Street London SE1 4QQ
COMPANY REGISTRATON NUMBER:	08561164 (England and Wales)
CHARITY REGISTRATON NUMBER:	1155073 (England and Wales)
RP NUMBER:	4792 (Regulator of Social Housing number)
AUDITOR:	Crowe U.K. LLP 55 Ludgate Hill London EC4M 7JW

**TRUSTEES' REPORT
FOR THE YEAR TO 31 DECEMBER 2021**

STRUCTURE GOVERNANCE AND MANAGEMENT

Depaul Housing Services (the Charity) is a registered charity, a company limited by guarantee and is also a Registered Provider of social housing (RP). The company was registered on 7 June 2013 under company number 08561164. The sole member of the company is Depaul UK, a charitable company.

The Board of Trustees currently consists of four members who are responsible for, and committed to, leading the Charity, agreeing the Charity's strategic and business plans and associated financial planning and budgets, and monitoring their delivery.

A skills audit of Trustees is undertaken regularly to assist in identifying what skills and experience might be lacking on the Board, and this in turn influences the recruitment, selection and appointment process. Trustees are formally appointed with prior written approval from Depaul UK.

All Trustees go through a full, comprehensive induction process on appointment and relevant training is then made available throughout their period of appointment to ensure that they are able and confident to perform their duties as Trustees.

The Trustees are also responsible for ensuring that this report complies with the governance and financial viability standard, and ensure that compliance with the standard is reviewed annually.

The Trustees who served during the year were:

Bishop Mark Bryant (Chair until 11 June 2021)

John Dunn (Chair from 11 June 2021)

Alan D'Arcy (joined November 2021)

Ian Hellawell

Michael Jones

Judith Rowland-Hill (Secretary)

OBJECTIVES AND ACTIVITIES

The charitable objects are specifically restricted to the following for the public benefit:

- to promote and advance the relief of poverty by such means as the Trustees shall in their absolute discretion determine, and in particular (without limitation) by the provision of Social Housing in England, any other purposes connected with or incidental to the provision and management of Social Housing, shelter, accommodation, training and other services to persons whom the Trustees shall deem to be in need of such provision by reason of homelessness, deprivation or social or economic circumstances ("eligible persons");
- the advancement of education including (without limitation) the provision of education and training to eligible persons;
- to provide facilities for leisure-time activities for eligible persons in the interests of social welfare so that their conditions of life may be improved; and
- to promote the efficiency and further the charitable objects of Depaul UK.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT (continued) FOR THE YEAR TO 31 DECEMBER 2021

The Trustees have a strong regard for the public benefit guidance published by the Charity Commission and is in compliance with its duties under Section 17 of the Charities Act 2011.

The agreed strategic objectives for 2021 were:

- To address and relieve homelessness and poverty through the delivery of more safe, affordable and high-quality housing and the provision of housing services to more people who are vulnerable
- To coproduce with our tenants what DHS does and how we do it
- To be a financially sustainable and well governed business that is compliant with relevant Regulatory Frameworks

These objectives are part of an approved three-year strategy, with revised objectives, which came into effect in 2021.

The company was formed in 2013 and became a registered provider in 2014. The company:

- owns a 14-bed accommodation facility (Depaul House) in North Tyneside;
- holds a 35-year lease on an 11-bed accommodation facility (Safestop) in Manchester;
- is the registered landlord for 8-units in Manchester working in partnership with Emerging Futures CIC.

Depaul Housing Services provides accommodation and support to young people in North Tyneside and Manchester through management agreements with Depaul UK, and a partnership with Emerging Futures CIC.

These activities fully meet the Charity Commission's public benefit test.

Vincentian Values

Depaul Housing Services has adopted the Depaul Group's Vision, that everyone should have a place to call home and a stake in their community. This work is guided by the Vincentian Values, and these are the basis for everything the Charity does.

The core values are that we:

- celebrate the potential of people;
- put our words into action
- take a wider role in civil society; and
- believe in rights and responsibilities

Governance

Depaul Housing Services is constituted under a Memorandum and Articles of Association dated 7 June 2013. The Board adopted the National Housing Federation's Code of Governance (2020) and the National Housing Federation's Code of Conduct 2020, most recently in May 2022.

Following an extensive review of the Code of Governance (2020) undertaken in 2021, a stringent action plan has been developed to achieve full compliance and to drive up standards and quality in Governance overall. Progress against areas of improvement identified in the action plan is being monitored at the highest level and at Board meetings. Areas where compliance has been achieved are

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT (continued) FOR THE YEAR TO 31 DECEMBER 2021

managed and reviewed on an ongoing basis via a series of spotchecks, supported by an Annual Governance Schedule.

The review against the 2020 Code identified a small number of areas of non-compliance, which can be explained as follows:

- The DHS Constitution conflicts with the Code regarding the number of Trustees that should sit on the Board, and therefore the Constitution takes precedence in this area;
- There are areas where compliance is not applicable because there are no shareholders nor paid members of staff, and Trustees receive no remuneration. The processes that might normally be managed by paid employees (e.g. Trustee recruitment and induction, management of systems relating to internal controls and the audit process) are controlled by the Group Parent, Depaul UK, and there is a Service Level Agreement between the Parent and Depaul Housing Services that formalises this arrangement. The Depaul Housing Services Board has also adopted all of Depaul UK's policies and procedures.
- The remaining instances are considered to be matters of continuous improvement which are being actioned within a specified timescale (i.e. a review of the Memorandum and Articles of Association and Terms of Reference to ensure the inclusion of specific responsibilities and tenure and formalising the process for sharing information gathered by Depaul UK on behalf of Depaul Housing Services).

The Board reviewed the Charity's compliance with the Governance and Financial Viability Standard in November 2021. There are currently no areas of non-compliance with the standard.

The Depaul UK Strategies, Policies and Procedures adopted by Depaul Housing Services include: Health and safety; Safeguarding children and adults at risk; Environmental impact; Client involvement and feedback; Occupancy charges, rent payments, arrears and bad debts; Rent Setting and Accounting Void Management and Lettable Standards; Warnings and Evictions; Risk management; and Equality, Diversity and Inclusion.

A high standard of parent/subsidiary governance is enabled by biannual meetings of the Chairs and CEO of both Charities, together with the Lead Officer of Depaul Housing Services, at which risks and opportunities are discussed and information shared. The responsibilities of the parent and subsidiary are also set out in summary documents which have been reviewed and approved by both Boards.

Public Sector Equality Duty

With Depaul UK, Depaul Housing Services is working to:

- Eliminate discrimination, harassment, victimisation and other conduct that is prohibited by, or under, the Equality Act 2010;
- Advance equality of opportunity between persons who share relevant protected characteristics and persons who do not share them; and
- Foster good relations between persons who share a relevant protected characteristic and those who do not.

It is committed to being a truly diverse organization, and this is reflected in Depaul UK's ambitious Equality, Diversity and Inclusion Action Plan. Depaul UK measures itself against the highest standards, including those within the Equality Act 2010 and the Public Sector Equality Duty.

Depaul UK holds both the Investors in Diversity and the Investors in People accreditations.

TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2021

OPERATING AND FINANCIAL REVIEW

Financial Performance

The Statement of Comprehensive Income on page 15 shows that the Turnover for the year was £113k (2020: £499 k). This represents the core rent set by Depaul Housing Services and charged to Depaul UK, the amortisation of the social housing grant and rental income charged to an external organisation. The loss for the year was £2k (2020: £433k surplus), giving total reserves of £533k (2020: £535k).

In 2020, Depaul Housing Services received a grant of £403k from Depaul UK for the capital refurbishment project at the Manchester Safestop property. The total value of the capital project was finalised this year and as a result of this, Depaul Housing Services will return £25k of unused grant funding to Depaul UK. This has been included within expenditure this year and has contributed to the overall loss of £2k.

Expenditure in the year included loan interest relating to Depaul House which was acquired from Depaul UK in 2014 at the valuation of £150,000. Depaul Housing Services entered into a Loan Agreement with Depaul UK in 2015 and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul UK on the property.

Internal Control Assurance and Risk

The Trustees acknowledge their overall responsibility for establishing and maintaining the whole system of internal control and for reviewing its effectiveness.

The system of internal control is designed to manage, rather than eliminate, the risk of failure to achieve business objectives, and to provide reasonable, and not absolute, assurance against material misstatement or loss.

The process for identifying, evaluating and managing the significant risks faced by the Depaul Housing Services is ongoing and has been in place throughout the period commencing 1 January 2021 up to the date of approval of the annual report and financial statements.

Key elements of the control framework include:

- clearly defined management responsibilities for the identification, evaluation and control of significant risks;
- robust strategic and business planning processes, with detailed financial budgets and forecasts;
- review of the Depaul Housing Services risks by the Board of Trustees at each meeting;
- established authorisation and appraisal procedures for all significant new initiatives and commitments;
- appraisal of major development projects by the Board of Trustees; and
- regular reporting to the Board of Trustees of key business objectives, targets and outcomes.

During 2021, the Trustees have given due consideration to the major risks that the charity is exposed to and were satisfied that the control measures in place to manage those risks were appropriate. In addition, risks shared by Depaul Housing Services and its parent company were reviewed at the bi-annual Chairs meetings.

TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2021

The headline risks which have a significant impact, and/or carry a high likelihood of occurring include:

- **Data Protection, IT systems and Cyber Security**

This risk relates to the potential for IT systems failure at Depaul UK which could lead to a loss of data, and financial issues such as rent collection. The increased dependency in the use of ICT based technology during the pandemic has also seen a global acknowledgement of the increase and potential of cyber-crime. This risk links directly to compliance with GDPR and our Data Protection Act obligations.

Mitigating interventions*: reviewing the Data Protection Policy and Procedures; achieving Cyber-essentials quality accreditation; appointing a Protection Lead who is also a qualified Data Protection Practitioner; ongoing registration with the Information Commissioners Office; undertaking regular potential data breach reviews and reporting upon these to the Finance, Audit and Compliance Committee; continuing to take legal and expert advice for complex enquiries; providing staff with training materials to assist them in advancing their digital capacity and capability.

- **Health and Safety**

As a housing provider, Depaul Housing Services is responsible for maintaining and implementing a comprehensive suite of health and safety policies and procedures. Failing to do so risks exposing clients to injury, illness or death.

Mitigating interventions*: Risks are transferred to managing agents through management agreements; Health and Safety Policies and Procedures are in place and delivery is monitored and reported on a regular basis; all property is insured.

- **Covid-19**

The changing situation regarding the pandemic has created a risk that the charity is not sufficiently prepared and cannot respond appropriately, resulting in unsafe systems of work and leading to clients contracting the disease through lack of health and safety controls.

Mitigating interventions*: development and regular monitoring of a Covid-19 specific Risk Register for services; daily Coronavirus Briefing Room meetings at the height of the pandemic to stay at the forefront of any changes and to track the impact of the virus on our services and business continuity; development of an extensive suite of temporary procedures which were specific to operating safe services for clients; having an agile mobilisation plan in place ready to deploy at short notice; implementing Covid-Secure internal quality standards for premises; providing internal Roadmaps in/ out of Lockdowns, development of new guidance around infectious respiratory disease transmission.

- **Compliance with new regulatory standards**

Depaul UK, and by extension Depaul Housing Services, operates its services utilising a range of regulated and quality frameworks. During 2021 the charities' were consulted on the Government's plans to review unregulated provision for 16/17 years olds, and that this has resulted in a new regulated environment which will be introduced into the sector in 2023 (called The National Standards for Unregulated provision). This risk is regarding the charities' ability to meet and comply with the standards.

TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2021

Mitigating interventions*: direct liaison with the Department for Education, providing feedback on, and influencing and shaping of, the design and implementation of the new standards; staying up to date with developments of the new regulatory regime; regular reporting and communications. A review of systems and processes against the new standards is planned for 2022.

• **Development Programme**

If Depaul Housing Services / Depaul UK enter into a property development programme, the charities need to ensure that it is strategically, financially and operationally viable, or they risk being unable to fulfil their obligations to tenants, comply with regulatory requirements and/or meet financial commitments.

Mitigating interventions: All development opportunities undergo an initial feasibility review; all individual development projects undergo appropriate due diligence and risk management reviews.

In 2021 Depaul Housing Services' Safestop development was audited for compliance by Homes England and achieved a Green compliance grade (meets requirements).

* These mitigating interventions were led by Depaul UK, either in its capacity as a housing management agent, or as provided for by the Service Level Agreement / Intra-Group Agreement.

The role of the Regulator of Social Housing

As a social housing provider DHS is required by the Housing Regulator to ensure we are delivering the right service, in the right way, at the right cost.

Regulatory standards contain specific expectations and the outcomes that providers are expected to achieve. Providers' boards and local authority councillors who govern service delivery are responsible for meeting the relevant standards and determining how this is done.

The standards are classified as either 'economic' or 'consumer'.

Economic standards

The Regulator of Social Housing proactively seeks assurance from providers that they are meeting its economic standards. These apply to all registered providers except for local authorities because the regulator has no power to set economic standards for local authorities (except rents).

The three economic standards are:

- Governance and Financial Viability Standard;
- Value for Money Standard;
- Rent Standard.

Consumer standards

The Regulator of Social Housing also sets consumer standards and its role is to intervene where failure to meet the standards has caused, or could have caused, serious harm to tenants. These apply to all registered providers including local authorities.

The four consumer standards are:

- Home Standard;
- Tenancy Standard;

**TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2021**

- Neighbourhood and Community Standard;
- Tenant Involvement and Empowerment Standard.

(taken from <https://www.gov.uk/guidance/regulatory-standards>).

The Value for Money Standard and Depaul Housing Services

During 2019, a Depaul UK Value For Money (VFM) strategy was developed using the guidance and standards set by the Housing Regulator. Work in this area has continued throughout 2021, supported by the Depaul UK Business Excellence function, which was set up to drive commitment to quality management including rigorous performance monitoring.

A key part of VFM is achieving good performance figures on rent collection, arrears and low empty night rates.

At the end of 2021, 94.6% of rent due was collected, the percentage of empty room nights was 9.8 %, and current rent arrears were 4.8%. These were good performance indicators within set targets.

Service delivery continued uninterrupted through the worst of the pandemic, aided significantly by the firm foundations established by the VFM Strategy and procedures.

Our VFM strategy includes a statement (below) on how we intend to achieve VFM and how this operates within our strategic objectives. For Depaul Housing Services this mirrors the strategy employed by Depaul UK.

Value For Money statement

Depaul Housing Services' work is underpinned by the Depaul strategic aims which have been to:

- Prevent homelessness through influencing policy and public opinion, educating young people, strengthening family relationships and providing advice, guidance and shelter in times of crisis.
- Increase the resilience of people who are experiencing homelessness through providing accommodation and support that is trauma-informed, strengths-based, and rooted in promoting mental health and wellbeing
- Energise societal responses to engage the wider society in addressing homelessness through supporting campaigns, encouraging volunteering and seeking strategic partnering to increase our impact and improve life-chances for those we support.
- Stimulate aspirations, creating ambition and confidence in our beneficiaries, through the provision of Employment, Training and Education programmes and opportunities that enable the people we work with to confidently take their place in society.

To ensure full compliance, we have established procedures to assess, in all our activities, whether we are:

1. Purchasing resources in the right quantity and at the right price (Economy)
2. Obtaining the maximum output from our resource input (Efficiency)
3. Assessing the implications of our actual performance in relation to our target (Effectiveness)
4. Distributing our resources fairly (Equity)

The VFM indicators given in the Regulator's Guidance are in brackets.

DEPAUL HOUSING SERVICES

TRUSTEES' REPORT (continued) FOR THE YEAR TO 31 DECEMBER 2021

There is also a wider requirement set by the Regulator to report on the indicators presented in the table below, as a measure of our ongoing commitment to providing affordable good quality housing:

	2021	2020
1. Reinvestment %	N/A	53%
2. New Supply %	N/A	N/A
3. Gearing %		-2%
4. Earnings before Interest, Tax, Depreciation, Amortisation, Major Repairs Included (EBITDA MRI) Interest Cover %	-2358%	-7848%
5. Headline Social Housing Cost per Unit (£)	£751	£28,820
6. Operating Margin %	1%	34%
7. Return on Capital Employed (ROCE) %	0.1%	30%

NB The metrics are distorted by the significant impact of the Safestop development and associated funding in proportion to the size of the organisation. However, pre-development, those areas where comparison could be made were performing well.

Going Concern

The business activities of Depaul Housing Services, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Taking the letter of support provided by Depaul UK for the period through to 31 December 2023 and the existing Intra-Group Agreement signed by the two Charities in June 2014 into consideration, the Trustees are satisfied that Depaul Housing Services is a going concern and the accounting policies have been prepared on that basis.

STATEMENT OF THE RESPONSIBILITIES OF THE BOARD OF TRUSTEES FOR THE REPORT AND FINANCIAL STATEMENTS

The Board of Trustees is responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and regulations.

Legislation requires the Board of Trustees to prepare the financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable laws. Under relevant legislation, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and surplus or deficit of Depaul Housing Services for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2021

- state whether applicable UK Accounting Standards and the Statement of Recommended practice (SORP) for Registered Social Housing Providers update 2014, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Board of Trustees is responsible for keeping proper accounting records, which are sufficient to show and explain Depaul Housing Services' transactions and disclose with reasonable accuracy at any time the financial position of Depaul Housing Services and enable it to ensure that the financial statements comply with the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing 2015. It is also responsible for safeguarding the assets of Depaul Housing Services and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each member of the Board of Trustees is aware:

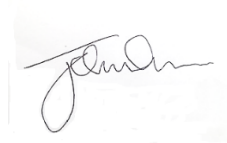
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have each taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The Board of Trustees are responsible for the maintenance and integrity of the corporate and financial information on the parent company's website – Depaul UK. In so far as this relates to Depaul Housing Services, legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small Companies Regime

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The report of the Trustees was approved on 16th June 2022 and signed on their behalf by:



John Dunn

Chair of Trustees

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

Opinion

We have audited the financial statements of Depaul Housing Services for the year ended 31 December 2021 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of Depaul Housing Service's affairs as at 31 December 2021 and of its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing from April 2019.

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 Depaul Housing Services in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

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

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

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES (continued)

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 our audit

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

Matters on which we are required to report by exception

In light of the knowledge and understanding of Depaul Housing Services and their environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 or the Housing and Regeneration Act 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees (who are also the directors of Depaul Housing Services 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 Depaul Housing Service'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 Depaul Housing Services or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Details of the extent to which the audit was considered capable of detecting irregularities, including

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES (continued)

fraud and non-compliance with laws and regulations are set out below.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which Depaul Housing Services 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, the Charities Act 2011, the Housing and Regeneration Act 2008, together with the Housing SORP. 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 Depaul Housing Services's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within Depaul Housing Services for fraud. The laws and regulations we considered in this context for the UK operations were requirements imposed by the Regulator of Social Housing and taxation legislation.

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 Finance, Audit and Compliance Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence, designing audit procedures over the timing of income and reading minutes of meetings of those charged with governance.

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, 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.

Use of our report

This report is made solely to Depaul Housing Service'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 Depaul Housing Service'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

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING
SERVICES (continued)**

assume responsibility to anyone other than Depaul Housing Services and Depaul Housing Service's members as a body, for our audit work, for this report, or for the opinions we have formed.



Tim Redwood
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
55 Ludgate Hill
London
EC4M 7JW

Date: 22 June 2022

DEPAUL HOUSING SERVICES

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Notes	2021 Unrestricted £'000	2021 Restricted £'000	2021 Total £'000	2020 Total £'000
Turnover	1, 2	113	-	113	499
Operating Costs	11	(66)	(46)	(112)	(63)
Operating Surplus		47	(46)	1	436
Interest payable	11	(3)	-	(3)	(3)
Surplus for the year before taxation		44	(46)	(2)	433
Taxation		-	-	-	-
Surplus for the year and total comprehensive income for the year		44	(46)	(2)	433

The results relate wholly to continuing activities.

The accompanying notes 1 to 15 form part of these financial statements.

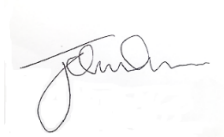
DEPAUL HOUSING SERVICES

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2021
REGISTRATION NUMBER: 08561164

	Notes	2021 £'000	2020 £ 000
Fixed Assets			
Tangible assets	3	1,273	1,361
		<u>1,273</u>	<u>1,361</u>
Current Assets			
Cash at bank and in hand		337	338
Debtors	5	9	-
		<u>346</u>	<u>338</u>
Creditors: amounts falling due within one year	6	(230)	(264)
Net Current Assets		<u>116</u>	<u>74</u>
Total Assets less Current Liabilities		<u>1,389</u>	<u>1,435</u>
Creditors: amounts falling due after one year	7	(856)	(900)
NET ASSETS		<u>533</u>	<u>535</u>
Funds and reserves			
General Fund		179	135
Restricted Fund	14	354	400
Total Funds		<u>533</u>	<u>535</u>

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

The financial statements were approved and authorised for issue by the Trustees on 16th June 2022 and signed on their behalf by:



John Dunn
Chair of Trustees

The accompanying notes 1 to 15 form part of these financial statements.

DEPAUL HOUSING SERVICES

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021**

	General Fund £'000	Restricted Fund £'000	Total £'000
Balance as at 1 January 2019	102	-	102
Surplus for the year	33	400	433
Balance as at 31 December 2020	135	400	535
Surplus for the year	44	(46)	(2)
Balance as at 31 December 2021	179	354	533

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2021**

1. Accounting Policies

1.1 Legal and Company Status

Depaul Housing Services Ltd, a public benefit entity, is a charitable company limited by guarantee and also a registered social housing provider. The parent company Depaul UK is the sole member and its liability is limited to £10. The address of the registered office is 34 Decima Street, London, SE1 4QQ. The company is UK registered with information as follows:

Company Registration Number:	08561164 (England and Wales)
Charity Registration Number:	1155073 (England and Wales)
RSL Number:	4792 (Homes England Number)

1.2 Basis of preparation of financial statements

The financial statements of the Charity are prepared in accordance with UK Generally Accepted Accounting Practice (UK GAAP) including Financial Reporting Standard 102 (FRS 102) and the Housing SORP 2018: Statement of Recommended Practice for Registered Social Housing Providers and comply with the Accounting Direction for Private Registered Providers of Social Housing 2019, applicable accounting standards and the Companies Act 2006. The Board of Trustees is satisfied that the current accounting policies are the most appropriate for Depaul Housing Services.

1.3 Accounting for Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the Charity for particular purposes.

1.4 Income

All income is included in the Statement of Comprehensive Income when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Rental income is recognised at the gross level, net of rent losses from voids.

1.5 Expenditure

All expenditure is accounted for on an accruals basis.

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2021**

1.6 Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised.

Tangible fixed assets are stated at cost or their value at the time of donation, less depreciation. Depreciation is provided at rates calculated to write off the cost, or their value at the time of donation, of fixed assets, less their estimated residual value, over their expected useful lives.

The Charity separately identifies the major components which comprise its housing properties and charges depreciation so as to write down the cost of each component to its estimated residual value, on a straight line basis, over its estimated useful life.

The organisation has adopted the following depreciation policy:

- Structure – over 50 years
- Kitchens – over 10 years
- Bathrooms – over 10 years
- Boiler – over 15 years
- Roof – over 30 years
- Fixtures and Fittings – over 5 years
- Leasehold improvements- over the life of the lease

Freehold land is not depreciated.

Properties held on leases are amortised over the life of the leases or their estimated useful economic lives in the business, if shorter.

1.7 Financial Instruments

Financial instruments which meet the criteria of a basic financial instrument as defined in Section 11 of FRS102 are accounted for under an amortised historical cost model.

Non-basic financial instruments are recognised at fair value using a valuation technique with any gains or losses being reported in surplus or deficit. Depaul Housing Services has no non-basic financial instruments at the year end.

1.8 Significant Management Judgements

In the view of the Trustees the useful lives of depreciable assets and specifically the Charity's property represents the most significant management judgement with the greatest impact on the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2021

1.9 Government and Other Grants

Social Housing Grant (SHG) is receivable from the Homes England and is recognised in income over the expected useful life of the housing property structure and components under the accruals model. SHG due from the HE or received in advance is included as a current asset or liability. SHG received in respect of revenue expenditure is credited to the income and expenditure account in the same period as the expenditure to which it relates.

1.10 Going Concern

Depaul Housing Services continues to operate on a going concern basis. The business activities of Depaul Housing Services, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Having considered current forecasts and budgets and letter of support provided by Depaul UK for the period through to 31 December 2023, the directors are satisfied that Depaul Housing Services is a going concern and the financial statements have been prepared on that basis.

1.11 Statement of Cash flows

As the results of Depaul Housing Services are consolidated into its ultimate parent entity's financial statements, Depaul International, Depaul Housing Services has taken the exemption from preparing a statement of cash flows.

2. Turnover, Operating Costs and Operating Surplus

	2021			2020		
	Turnover	Operating Costs	Operating Surplus/ (Deficit)	Turnover	Operating costs	Operating Surplus/ (Deficit)
	£'000	£'000	£'000	£'000	£'000	£'000
Social Housing Lettings	113	(66)	47	96	(60)	36
Other Social Housing Activities	-	(46)	(46)	403	(3)	400
	113	(112)	1	499	(63)	436

	2021	2020
	£'000	£'000
Turnover from Social Housing Lettings		
Rents receivable	73	70
Amortisation of Social Housing Grant	40	26
	113	96

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2021

3. Fixed Assets

Depaul Housing Services acquired Depaul House from Depaul UK during 2014 at the valuation of £150,000. Depaul Housing Services entered into a Loan Agreement with Depaul UK and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul on the property.

Depaul Housing Services received a capital grant from the Homes England for the refurbishment of Depaul House. The project was completed in April 2015 and a total of £630,316 was capitalised on the renovation and accounted for in the Statement of Financial Position.

A further capital grant for £312k was awarded by Homes England in 2020 to contribute towards the refurbishment project at Manchester Safestop, completed in November 2020. A total of £690k was capitalised and £378k was funded by a grant from Depaul UK.

	Land	Buildings	Fixtures and Fittings	Total
	£'000	£'000	£'000	£'000
Cost				
At 1 January 2021	75	1,440	12	1,527
Additions *	-	(25)	-	(25)
At 31 December 2021	75	1,415	12	1,502
Depreciation				
At 1 January 2021	-	(154)	(12)	(166)
Charge in year	-	(63)	-	(63)
At 31 December 2021	-	(217)	(12)	(229)
Net Book Value				
At 31 December 2021	75	1,198	-	1,273
At 31 December 2020	75	1,286	-	1,361

* The negative additions balance of £25k reflects a VAT saving on the Manchester Safestop refurbishment project. The project was completed in 2020 and £715k was capitalised at the time. In the current year, the contractor re-issued invoices for various costs that qualified for a lower VAT rate, resulting in a reduction of £25k to the total refurbishment project value.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2021

3.Fixed Assets (Continued)

	2021	<i>2020</i>
	£'000	<i>£'000</i>
Social Housing Grant		
Total accumulated SHG receivable at 31 December:		
Capital Grants	942	<i>942</i>
	942	<i>942</i>
	2021	<i>2020</i>
	£'000	<i>£'000</i>
Expenditure on works to existing properties		
Components capitalised *	(25)	<i>715</i>
Amount charged to income and expenditure account	-	<i>-</i>
	(25)	<i>715</i>

* The negative components capitalised value of £25k is explained on page 22.

	2021	<i>2020</i>
	£'000	<i>£'000</i>
Housing properties book value net of depreciation comprise:		
Freehold land and building	1,273	<i>1,361</i>

4. Units Managed by Agencies

The Charity owned 25 units (2020: 25) that were managed on its behalf, under management agreements, by Depaul UK. Where the agency carries the financial risk, the Charity's income and expenditure account included only the income and expenditure for which it retains responsibility being the rent charged to Depaul UK.

	Number of units 2021	<i>Number of units 2020</i>
Depaul UK	33	<i>25</i>

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2021

5. Debtors: amounts falling due within one year

	2021 £'000	<i>2020</i> <i>£'000</i>
Trade debtors	4	-
Prepayments	1	-
Accrued income	4	-
	<u>9</u>	<u>-</u>

6. Creditors: amounts falling due within one year

	2021 £'000	<i>2020</i> <i>£'000</i>
Trade creditors	1	-
Expenditure accruals	24	48
Deferred capital grant	40	40
Loan from Depaul UK	4	4
Amounts due to parent company	161	172
	<u>230</u>	<u>264</u>

7. Creditors: Amounts falling due after one year

	2021 £'000	<i>2020</i> <i>£'000</i>
Loan from Depaul UK		
Due in 1 -2 years	4	4
Due in 2 – 5 years	13	13
Due in > 5 years	103	107
	<u>120</u>	<u>124</u>

	2021 £'000	<i>2020</i> <i>£'000</i>
Deferred capital grant (note 8)		
To be released in 1 - 2 years	40	40
To be released in 2 – 5 years	120	120
To be released in > 5 years	576	616
	<u>736</u>	<u>776</u>
 Total	 <u><u>856</u></u>	 <u><u>900</u></u>

DEPAUL HOUSING SERVICES

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR TO 31 DECEMBER 2021

8. Deferred capital grant

	2021 £'000	2020 £'000
At 1 January	816	529
Grant received in year	-	312
Released to income in the year	(40)	(25)
At 31 December	<u>776</u>	<u>816</u>

9. Related Parties

The Trustees of Depaul Housing Services do not receive any remuneration or benefits in kind. No Trustee was reimbursed for 2021 (2020: £nil) for expenses incurred.

Depaul UK, incorporated in the UK, is the parent company of Depaul Housing Services, a part of Depaul International (incorporated in the UK) – the ultimate parent entity. The financial statements of Depaul International can be obtained from St Vincents Centre, Carlisle Place, London, SW1P 1NL.

During the year, Depaul UK paid invoices and management costs of £27k (2020: £713k) on behalf of Depaul Housing Services and Depaul Housing Services charged rental income of £70k (2020: £70k) to Depaul UK. In 2020, Depaul UK made a grant to Depaul Housing Services for £403k as a contribution towards the Manchester Safestop refurbishment project and £25k was returned by Depaul Housing Services this year. As at 31 December 2021 Depaul Housing Services owed £286k (2020: £300k) to Depaul UK. The amounts owed at year end between Depaul Housing Services and Depaul UK are disclosed in notes 6 and 7 above.

10. Operating Surplus

The operating surplus is stated after charging:

	2021 £'000	2020 £'000
Auditor's Remuneration		
Audit Services	2	1
Depreciation:		
Housing Properties	<u>63</u>	<u>32</u>
	<u>65</u>	<u>33</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2021

11. Analysis of Expenditure:

	2021 Unrestricted £'000	2021 Restricted £'000	2021 Total £'000	2020 Total £'000
Operating Costs				
Depreciation charge	42	21	63	32
Repayment of grant to Depaul UK	-	25	25	-
Insurance	2	-	2	2
Lease costs	10	-	10	13
Office Costs & Audit	6	-	6	14
Professional fees	3	-	3	2
Rent	3	-	3	-
Operating Costs	<u>66</u>	<u>46</u>	<u>112</u>	<u>63</u>
Interest	3	-	3	3

12. Employees

The Charity does not directly employ any staff. The parent company, Depaul UK, makes management charges for the Charity's use of its staff time. There are also no individuals, other than the trustees who are considered to be Key management personnel.

13. Board of Trustees and Executive Directors

The Board of Trustees and Executive Directors received no remuneration from the Charity during the year, and are remunerated by the parent company.

Details of the emoluments of Board of Trustees and Executive Directors are set out in the Financial Statements of Depaul UK. Therefore, management personnel remuneration in the current and previous year is nil.

14. Restricted Funds

Restricted funds represent funds that have been donated for specific purpose.

Manchester Safestop Refurbishment

Funds donated specifically for the refurbishment of the Manchester Safestop property at 69 Palatine Road. All restricted funds relate to this project.

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2021

15. Operating Lease Commitments

At 31 December 2021 the company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021	<i>2020</i>
	£'000	<i>£'000</i>
Not later than 1 year	14	<i>14</i>
Later than 1 year and not later than 5 years	56	<i>56</i>
Later than 5 years	162	<i>176</i>
	<u>232</u>	<i><u>246</u></i>

DEPAUL HOUSING SERVICES

England & Wales - Charity number 1155073

Accounts

DEPAUL HOUSING SERVICES
COMPANY REGISTERED IN ENGLAND and WALES
COMPANY NO: 08561164
CHARITY NO: 1155073
RP NUMBER: 4792

REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2020

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LEGAL AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISORS FOR THE YEAR ENDED 31 DECEMBER 2020

TRUSTEES: Bishop Mark Bryant (Chair until 11 June 2021)
John Dunn (Chair from 11 June 2021)
Ian Hellowell
Michael Jones

COMPANY SECRETARY: Judith Rowland-Hill

REGISTERED OFFICE: 34 Decima Street
London
SE1 4QQ

COMPANY REGISTRATON NUMBER: 08561164 (England and Wales)

CHARITY REGISTRATON NUMBER: 1155073 (England and Wales)

RSL NUMBER: 4792 (Homes England Number)

AUDITOR: Crowe U.K. LLP
55 Ludgate Hill
London
EC4M 7JW

TRUSTEES' REPORT FOR THE YEAR TO 31 DECEMBER 2020

STRUCTURE GOVERNANCE AND MANAGEMENT

The Charity (Depaul Housing Services) is a registered charity, a company limited by guarantee and is also a Registered Provider of social housing (RP). The company was registered on 7 June 2013 under company number 08561164. The sole member of the company is Depaul UK, a charitable company.

The Trustees are responsible for ensuring that the report complies with the governance and financial viability standard. The Trustees who served during the year were:

Bishop Mark Bryant (Chair) (resigned 11 June 2021)

John Dunn (appointed 21 October 2020)

Monique Green (resigned 29 September 2020)

Ian Hellawell (appointed 21 October 2020)

Michael Jones (appointed 3 March 2020)

Suzanne McCarthy (appointed 9 September 2020 and resigned 26 November 2020)

Ian Prescott (resigned 1 March 2020)

Elaine Snaith (resigned 19 February 2020)

Judith Rowland-Hill (Secretary) – (appointed 1 November 2019)

OBJECTIVES AND ACTIVITIES

The charitable objects are specifically restricted to the following for the public benefit:

- to promote and advance the relief of poverty by such means as the Trustees shall in their absolute discretion determine, and in particular (without limitation) by the provision of Social Housing in England, any other purposes connected with or incidental to the provision and management of Social Housing, shelter, accommodation, training and other services to persons whom the Trustees shall deem to be in need of such provision by reason of homelessness, deprivation or social or economic circumstances ("eligible persons");
- the advancement of education including (without limitation) the provision of education and training to eligible persons;
- to provide facilities for leisure-time activities for eligible persons in the interests of social welfare so that their conditions of life may be improved; and
- to promote the efficiency and further the charitable objects of Depaul UK.

The agreed strategic objectives for 2020 were:

- To provide a financially sustainable and well governed business, fully compliant with the regulatory obligations;
- To relieve poverty by growing the business through capital projects to provide safe, affordable and good quality housing which meets housing standards including environmental sustainability standards to address the relief of fuel poverty;
- To further develop our services and the ways in which they are designed and delivered in response to client needs, aspirations and feedback.

TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2020

The Board has subsequently approved a three-year strategy, with revised objectives, which will come into effect in 2021.

The company was formed in 2013 and became a registered provider in 2014. The company owns a 14 bed accommodation facility (Depaul House) in North Tyneside and holds a 35 year lease on a 11 bed accommodation facility (Safestop) in Manchester.

Depaul Housing Services provides accommodation and support to young people in North Tyneside and Manchester through a management agreement with Depaul UK.

Governance

Depaul Housing Services is constituted under a Memorandum and Articles of Association dated 7 June 2013. At the date of the balance sheet, the Board had adopted the National Housing Federation's Code of Governance (2015) and the associated Code of Conduct. The Board adopted the National Housing Federation's Code of Conduct 2020 in June 2021, and an analysis of compliance against this Code is underway.

Following an extensive review of the Code of Governance (2015) undertaken in 2019, a stringent action plan was developed to achieve full compliance and to drive up standards and quality in Governance overall. Progress against areas of improvement identified in the action plan has been monitored at the highest level and at Board meetings, but will ultimately be superseded by any actions resulting from an assessment against the new 2020 Code.

The review against the 2015 identified a small number of non-compliance, which can be explained as follows:

- The DHS Constitution conflicts with the Code regarding the number of Trustees that should sit on the Board, and therefore the Constitution takes precedence in this area;
- There are areas where compliance is not applicable because there are no shareholders nor paid members of staff, and Trustees receive no remuneration. The processes that might normally be managed by paid employees (e.g. Trustee recruitment and induction, management of systems relating to internal controls and the audit process) are controlled by the Group Parent, Depaul UK, and there is a Service Level Agreement between the Parent and Depaul Housing Services that formalises this arrangement. The Depaul Housing Services Board has also adopted all of Depaul UK's policies and procedures.
- For the remaining instances of non-compliance, improvements are being actioned within a specified timescale (i.e. the adoption of Terms of Reference that outline specific responsibilities and tenure, and formal adoption of a cycle for Trustee appraisal and reviewing Board effectiveness).

TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2020

Public Sector Equality Duty

With Depaul UK, Depaul Housing Services is working to:

- Eliminate discrimination, harassment, victimisation and other conduct that is prohibited by, or under, the Equality Act 2010;
- Advance equality of opportunity between persons who share relevant protected characteristics and persons who do not share them; and
- Foster good relations between persons who share a relevant protected characteristic and those who do not.

It is committed to being a truly diverse organization, and this is reflected in Depaul UK's ambitious Equality, Diversity and Inclusion Action Plan. Depaul UK measures itself against the highest standards, including those within the Equality Act 2010 and the Public Sector Equality Duty. Depaul UK holds both the Investors in Diversity and the Investors in People accreditations.

**TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2020**

OPERATING AND FINANCIAL REVIEW

Financial Performance

The Statement of Comprehensive Income on page 15 shows that the Turnover for the year was £499k (2019: £92k). This represents the core rent set by Depaul Housing Services and charged to Depaul UK, the amortisation of the social housing grants and grant income from Depaul UK to cover the refurbishment works of the Manchester Safestop property. The surplus for the year was £433k (2019: £41k), giving total reserves of £535k (2019: 102k).

A new Social Housing Grant (SHG) for the value of £312k was awarded and received during the financial year. Capital refurbishment works amounting to £715k were incurred in the year at the Manchester Safestop property. £312k of these costs were funded by a new Social Housing Grant (SHG) awarded and received in the year. The remaining £403k were covered by a grant from Depaul UK.

Expenditure in the year also included loan interest relating to Depaul House which was acquired from Depaul UK in 2014 at the valuation of £150,000. Depaul Housing Services entered into a Loan Agreement with Depaul UK in 2015 and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul UK on the property.

Internal Control Assurance

The Trustees acknowledge their overall responsibility for establishing and maintaining the whole system of internal control and for reviewing its effectiveness.

The system of internal control is designed to manage, rather than eliminate, the risk of failure to achieve business objectives, and to provide reasonable, and not absolute, assurance against material misstatement or loss.

The process for identifying, evaluating and managing the significant risks faced by the Depaul Housing Services is ongoing and has been in place throughout the period commencing 1 January 2020 up to the date of approval of the annual report and financial statements.

Key elements of the control framework include:

- clearly defined management responsibilities for the identification, evaluation and control of significant risks;
- robust strategic and business planning processes, with detailed financial budgets and forecasts;
- review of the Depaul Housing Services risks by the Board of Trustees at each meeting;
- established authorisation and appraisal procedures for all significant new initiatives and commitments;
- appraisal of major development projects by the Board of Trustees; and
- regular reporting to the Board of Trustees of key business objectives, targets and outcomes.

TRUSTEES' REPORT (continued) FOR THE YEAR TO 31 DECEMBER 2020

The role of the Regulator of Social Housing

As a social housing provider DHS is required by the Housing Regulator to ensure we are delivering the right service, in the right way, at the right cost.

Regulatory standards contain specific expectations and the outcomes that providers are expected to achieve. Providers' boards and local authority councillors who govern service delivery are responsible for meeting the relevant standards and determining how this is done.

The standards are classified as either 'economic' or 'consumer'.

Economic standards

The Regulator of Social Housing proactively seeks assurance from providers that they are meeting its economic standards. These apply to all registered providers except for local authorities because the regulator has no power to set economic standards for local authorities (except rents).

The three economic standards are:

- Governance and Financial Viability Standard;
- Value for Money Standard;
- Rent Standard.

Consumer standards

The Regulator of Social Housing also sets consumer standards and its role is to intervene where failure to meet the standards has caused, or could have caused, serious harm to tenants. These apply to all registered providers including local authorities

The four consumer standards are:

- Home Standard;
- Tenancy Standard;
- Neighbourhood and Community Standard;
- Tenant Involvement and Empowerment Standard.

(taken from <https://www.gov.uk/guidance/regulatory-standards>).

The Value for Money Standard and Depaul Housing Services

During 2019, there was a particular focus on developing a UK Value For Money (VFM) strategy using the guidance and standards set by the Housing Regulator, and work in this area has continued throughout 2020. This process has been supported by the introduction of a Business Excellence function at Depaul UK, driving the commitment to quality management including rigorous performance monitoring.

A key part of VFM is achieving good performance figures on rent collection, arrears and low empty night rates.

At the end of 2020, 98% of rent due was collected, the percentage of empty room nights was 7.4%, and current rent arrears were 4.5%. These were good performance indicators well within set targets.

TRUSTEES' REPORT (continued)

FOR THE YEAR TO 31 DECEMBER 2020

Our VFM strategy includes a statement (below) on how we intend to achieve VFM and how this operates within our strategic objectives. For Depaul Housing Services this mirrors the strategy employed by Depaul UK.

VFM statement

Depaul Housing Services' work is underpinned by the Depaul strategic aims to 2020 which have been to:

- Prevent homelessness through education, family work and provision of supported housing.
- Increase the resilience of people who are facing homelessness, through provision of accommodation with support and targeted help that takes account of residents' mental health and trauma.
- Energise community responses to homelessness through volunteering, working with partners and creating local opportunities for young people to progress into employment and self-fulfilment.

To ensure full compliance, we have established procedures to assess, in all our activities, whether we are:

1. Purchasing resources in the right quantity and at the right price (Economy)
2. Obtaining the maximum output from our resource input (Efficiency)
3. Assessing the implications of our actual performance in relation to our target (Effectiveness)
4. Distributing our resources fairly (Equity)

The VFM indicators given in the Regulator's Guidance are in brackets.

There is also a wider requirement set by the Regulator to report on the indicators presented in the table below, as a measure of our ongoing commitment to providing affordable good quality housing:

	2020	2019
1. Reinvestment %	53%	N/A
2. New Supply %	N/A	N/A
3. Gearing %	-2%	16%
4. Earnings before Interest, Tax, Depreciation, Amortisation, Major Repairs Included (EBITDA MRI) Interest Cover %	-7848%	1450%
5. Headline Social Housing Cost per Unit (£)	£28,820	£787
6. Operating Margin %	34%	48%
7. Return on Capital Employed (ROCE) %	30%	5%

NB The metrics are distorted by the significant impact of the Safestop development and associated funding in proportion to the size of the organisation. However, pre-development, those areas where comparison could be made were performing well.

TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2020

Going Concern

The business activities of Depaul Housing Services, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Taking the letter of support provided by Depaul UK for the period through to 31 December 2023 into consideration, the Trustees are satisfied that Depaul Housing Services is a going concern and the accounting policies have been prepared on that basis.

**TRUSTEES' REPORT (continued)
FOR THE YEAR TO 31 DECEMBER 2020**

STATEMENT OF THE RESPONSIBILITIES OF THE BOARD OF TRUSTEES FOR THE REPORT AND FINANCIAL STATEMENTS

The Board of Trustees is responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and regulations.

Legislation requires the Board of Trustees to prepare the financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable laws. Under relevant legislation, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs and surplus or deficit of Depaul Housing Services for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the Statement of Recommended practice (SORP) for Registered Social Housing Providers update 2014, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Board of Trustees is responsible for keeping proper accounting records, which are sufficient to show and explain Depaul Housing Services' transactions and disclose with reasonable accuracy at any time the financial position of Depaul Housing Services and enable it to ensure that the financial statements comply with the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing 2015. It is also responsible for safeguarding the assets of Depaul Housing Services and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as each member of the Board of Trustees is aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the Trustees have each taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The Board of Trustees are responsible for the maintenance and integrity of the corporate and financial information on the parent company's website – Depaul UK. In so far as this relates to Depaul Housing Services, legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small Companies Regime

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

DEPAUL HOUSING SERVICES

The report of the Trustees was approved on 16th September 2021 and signed on their behalf by:

A handwritten signature in black ink, appearing to read 'John Dunn', with a stylized, cursive script.

John Dunn

Trustee

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES

Opinion

We have audited the financial statements of Depaul Housing Services for the year ended 31 December 2020 which comprise the Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of Depaul Housing Service's affairs as at 31 December 2020 and of its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing from April 2019.

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 Depaul Housing Services in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

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

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

We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES (continued)

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In light of the knowledge and understanding of Depaul Housing Services and their environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 or the Housing and Regeneration Act 2008 requires us to report to you if, in our opinion:

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, the trustees (who are also the directors of Depaul Housing Services 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 Depaul Housing Service'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 Depaul Housing Services or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF DEPAUL HOUSING SERVICES (continued)

appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which Depaul Housing Services 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, the Charities Act 2011, the Housing and Regeneration Act 2008, together with the Housing SORP. 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 Depaul Housing Services's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within Depaul Housing Services for fraud. The laws and regulations we considered in this context for the UK operations were requirements imposed by the Regulator of Social Housing and taxation legislation.

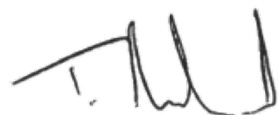
Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

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 Finance, Audit and Compliance Committee about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence, designing audit procedures over the timing of income and reading minutes of meetings of those charged with governance.

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, 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.

Use of our report

This report is made solely to Depaul Housing Service'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 Depaul Housing Service'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 Depaul Housing Services and Depaul Housing Service's members as a body, for our audit work, for this report, or for the opinions we have formed.



Tim Redwood
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
55 Ludgate Hill
London
EC4M 7JW

Date: 28 September 2021

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Notes	2020 Unrestricted £'000	2020 Restricted £'000	2020 Total £'000	2019 Total £'000
Turnover	1, 2	96	403	499	92
Operating Costs	11	<u>(60)</u>	<u>(3)</u>	<u>(63)</u>	<u>(48)</u>
Operating Surplus		36	400	436	44
Interest payable	11	(3)	-	(3)	(3)
Surplus for the year before taxation		<u>33</u>	<u>400</u>	<u>433</u>	<u>41</u>
Taxation		-	-	-	-
Surplus for the year and total comprehensive income for the year		<u>33</u>	<u>400</u>	<u>433</u>	<u>41</u>

The results relate wholly to continuing activities.

The accompanying notes 1 to 15 form part of these financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020
REGISTRATION NUMBER: 08561164

	Notes	2020 £'000	2019 £ 000
Fixed Assets			
Tangible assets	3	1,361	678
		<u>1,361</u>	<u>678</u>
Current Assets			
Cash at bank and in hand		338	26
Debtors	5	-	74
		<u>338</u>	<u>100</u>
Creditors: amounts falling due within one year	6	<u>(264)</u>	<u>(41)</u>
Net Current Assets		<u>74</u>	<u>59</u>
Total Assets less Current Liabilities		<u>1,435</u>	<u>737</u>
Creditors: amounts falling due after one year	7	<u>(900)</u>	<u>(635)</u>
NET ASSETS		<u>535</u>	<u>102</u>
Funds and reserves			
General Fund		135	102
Restricted Fund	14	400	-
Total Funds		<u>535</u>	<u>102</u>

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

The financial statements were approved and authorised for issue by the Trustees on 16th September 2021 and signed on their behalf by:



John Dunn
Trustee

The accompanying notes 1 to 15 form part of these financial statements.

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020**

	General Fund £'000	Restricted Fund £'000	Total £'000
Balance as at 1 January 2018	61	-	61
Surplus for the year	41	-	41
Balance as at 31 December 2019	102	-	102
Surplus for the year	33	400	433
Balance as at 31 December 2020	135	400	535

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31 DECEMBER 2020

1. Accounting Policies

1.1 Legal and Company Status

Depaul Housing Services Ltd, a public benefit entity, is a charitable company limited by guarantee and also a registered social housing provider. The parent company Depaul UK is the sole member and its liability is limited to £10. The address of the registered office is 34 Decima Street, London, SE1 4QQ. The company is UK registered with information as follows:

Company Registration Number: 08561164 (England and Wales)

Charity Registration Number: 1155073 (England and Wales)

RSL Number: 4792 (Homes England Number)

1.2 Basis of preparation of financial statements

The financial statements of the Charity are prepared in accordance with UK Generally Accepted Accounting Practice (UK GAAP) including Financial Reporting Standard 102 (FRS 102) and the Housing SORP 2014: Statement of Recommended Practice for Registered Social Housing Providers updated in 2014 and comply with the Accounting Direction for Private Registered Providers of Social Housing 2015, applicable accounting standards and the Companies Act 2006. The Board of Trustees is satisfied that the current accounting policies are the most appropriate for Depaul Housing Services.

1.3 Accounting for Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the Charity for particular purposes.

1.4 Income

All income is included in the Statement of Comprehensive Income when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Rental income is recognised at the gross level, net of rent losses from voids.

1.5 Expenditure

All expenditure is accounted for on an accruals basis.

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2020**

1.6 Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised.

Tangible fixed assets are stated at cost or their value at the time of donation, less depreciation. Depreciation is provided at rates calculated to write off the cost, or their value at the time of donation, of fixed assets, less their estimated residual value, over their expected useful lives.

The Charity separately identifies the major components which comprise its housing properties and charges depreciation so as to write down the cost of each component to its estimated residual value, on a straight line basis, over its estimated useful life.

The organisation has adopted the following depreciation policy:

- Structure – over 50 years
- Kitchens – over 10 years
- Bathrooms – over 10 years
- Boiler – over 15 years
- Roof – over 30 years
- Fixtures and Fittings – over 5 years

Freehold land is not depreciated.

Properties held on leases are amortised over the life of the leases or their estimated useful economic lives in the business, if shorter.

1.7 Financial Instruments

Financial instruments which meet the criteria of a basic financial instrument as defined in Section 11 of FRS102 are accounted for under an amortised historical cost model.

Non-basic financial instruments are recognised at fair value using a valuation technique with any gains or losses being reported in surplus or deficit. Depaul Housing Services has no non-basic financial instruments at the year end.

1.8 Significant Management Judgements

In the view of the Trustees the useful lives of depreciable assets and specifically the Charity's property represents the most significant management judgement with the greatest impact on the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR TO 31 DECEMBER 2020

1.9 Government and Other Grants

Social Housing Grant (SHG) is receivable from the Homes England and is recognised in income over the expected useful life of the housing property structure and components under the accruals model. SHG due from the HE or received in advance is included as a current asset or liability. SHG received in respect of revenue expenditure is credited to the income and expenditure account in the same period as the expenditure to which it relates.

1.10 Going Concern

Depaul Housing Services continues to operate on a going concern basis. The business activities of Depaul Housing Services, its current financial position and factors likely to affect its future development are set out within the Operating and Financial Review.

Having considered current forecasts and budgets for 2022 and letter of support provided by Depaul UK for the period through to 31 December 2023, the directors are satisfied that Depaul Housing Services is a going concern and the financial statements have been prepared on that basis.

1.11 Statement of Cash flows

As the results of Depaul Housing Services are consolidated into its ultimate parent entity's financial statements, Depaul International, Depaul Housing Services has taken the exemption from preparing a statement of cash flows.

2. Turnover, Operating Costs and Operating Surplus

	2020			2019		
	Turnover	Operating Costs	Operating Surplus/ (Deficit)	Turnover	Operating costs	Operating Surplus/ (Deficit)
	£'000	£'000	£'000	£'000	£'000	£'000
Social Housing Lettings	96	(63)	33	92	(48)	44
Other Social Housing Activities	403	-	403	-	-	-
	499	(63)	436	92	(48)	44

	2020	2019
	£'000	£'000
Turnover from Social Housing Lettings		
Rents receivable	70	70
Amortisation of Social Housing Grant	26	22
	96	92

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2020
Fixed Assets

Depaul Housing Services acquired Depaul House from Depaul UK during 2014 at the valuation of £150,000. Depaul Housing Services entered into a Loan Agreement with Depaul UK and the loan of £150,000 is scheduled to be repaid over 30 years with interest chargeable at 2% above Base Rate. The loan is secured by Depaul on the property.

Depaul Housing Services received a capital grant from the Homes England for the refurbishment of Depaul House. The project was completed in April 2015 and a total of £630,316 was capitalised on the renovation and accounted for in the Statement of Financial Position.

A further capital grant for £312k was awarded by Homes England in 2020 to contribute towards the refurbishment project at Manchester Safestop, completed in November 2020. A total of £715k was capitalised and £403k was funded by a grant from Depaul UK.

	Land	Buildings	Fixtures and Fittings	Total
	£'000	£'000	£'000	£'000
Cost				
At 1 January 2020	75	725	12	812
Additions	-	715	-	715
At 31 December 2020	75	1,440	12	1,527
Depreciation				
At 1 January 2020	-	(122)	(12)	(134)
Charge in year	-	(32)	-	(32)
At 31 December 2020	-	(154)	(12)	(166)
Net Book Value				
At 31 December 2020	75	1,286	-	1,361
At 31 December 2019	75	603	-	678

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2020

3.Fixed Assets (Continued)

	2020	<i>2019</i>
	£'000	<i>£'000</i>
Social Housing Grant		
Total accumulated SHG receivable at 31 December:		
Capital Grants	942	<i>630</i>
	942	<i>630</i>

	2020	<i>2019</i>
	£'000	<i>£'000</i>
Expenditure on works to existing properties		
Components capitalised	715	<i>-</i>
Amount charged to income and expenditure account	-	<i>3</i>
	715	<i>3</i>

	2020	<i>2019</i>
	£'000	<i>£'000</i>
Housing properties book value net of depreciation comprise:		
Freehold land and building	1,361	<i>677</i>

4. Units Managed by Agencies

The Charity owns 25 units (2019: 27) that are managed on its behalf, under management agreements, by Depaul UK. Where the agency carries the financial risk, the Charity's income and expenditure account included only the income and expenditure for which it retains responsibility being the rent charged to Depaul UK.

	Number of units 2020	<i>Number of units 2019</i>
Depaul UK	25	<i>27</i>

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2020

5. Debtors: amounts falling due within one year

	2020 £'000	<i>2019</i> <i>£'000</i>
Amounts due from parent company	-	74
	<u>-</u>	<u>74</u>

6. Creditors: amounts falling due within one year

	2020 £'000	<i>2019</i> <i>£'000</i>
Expenditure accruals	48	15
Deferred capital grant	40	22
Loan from Depaul UK	4	4
Amounts due to parent company	172	-
	<u>264</u>	<u>41</u>

7. Creditors: Amounts falling due after one year

	2020 £'000	<i>2019</i> <i>£'000</i>
Loan from Depaul UK		
Due in 1 -2 years	4	4
Due in 2 – 5 years	13	12
Due in > 5 years	107	112
	<u>124</u>	<u>128</u>

	2020 £'000	<i>2019</i> <i>£'000</i>
Deferred capital grant (note 8)		
To be released in 1 - 2 years	40	22
To be released in 2 – 5 years	120	66
To be released in > 5 years	616	419
	<u>776</u>	<u>507</u>
Total	<u>900</u>	<u>635</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2020
8. Deferred capital grant

	2020	<i>2019</i>
	£'000	<i>£'000</i>
At 1 January	529	<i>551</i>
Grant received in year	312	<i>-</i>
Released to income in the year	(25)	<i>22</i>
At 31 December	816	<i>529</i>

9. Related Parties

The Trustees of Depaul Housing Services do not receive any remuneration or benefits in kind. No Trustee was reimbursed for 2020 (2019: £nil) for expenses incurred.

Depaul UK, incorporated in the UK, is the parent company of Depaul Housing Services, a part of Depaul International (incorporated in the UK) – the ultimate parent entity. The financial statements of Depaul International can be obtained from St Vincent's Centre, Carlisle Place, London, SW1P 1NL. During the year, Depaul UK paid invoices and management costs of £713k (2019: £8k) on behalf of Depaul Housing Services of which £403k was awarded as a grant to Depaul Housing Services. The remaining amounts have been repaid or will be reimbursed to Depaul UK. Depaul Housing Services charged rental income of £70k (2019: £70k) to Depaul UK. The amounts owed at year end between Depaul Housing Services and Depaul UK are disclosed in notes 5,6 and 7 above.

10. Operating Surplus

The operating surplus is stated after charging:

	2020	<i>2019</i>
	£'000	<i>£'000</i>
Auditor's Remuneration		
Audit Services	1	<i>2</i>
Depreciation:		
Housing Properties	32	<i>23</i>
Other Fixed Assets	-	<i>3</i>
	33	<i>28</i>

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR TO 31 DECEMBER 2020
11. Analysis of Expenditure:

	2020	<i>2019</i>
	£'000	<i>£'000</i>
Operating Costs		
Depreciation charge	32	26
Insurance	2	2
Lease costs	13	14
Office Costs & Audit	14	6
Professional fees	2	-
Operating Costs	63	48
Interest	3	3

12. Employees

The Charity does not directly employ any staff. The parent company, Depaul UK, makes management charges for the Charity's use of its staff time. There are also no individuals, other than the trustees who are considered to be Key management personnel.

13. Board of Trustees and Executive Directors

The Board of Trustees and Executive Directors received no remuneration from the Charity during the year, and are remunerated by the parent company.

Details of the emoluments of Board of Trustees and Executive Directors are set out in the Financial Statements of Depaul UK. Therefore, management personnel remuneration in the current and previous year is nil.

14. Restricted Funds

Restricted funds represent funds that have been donated for specific purpose.

Manchester Safestop Refurbishment

Funds donated specifically for the refurbishment of the Manchester Safestop property at 69 Palatine Road.

15. Operating Lease Commitments

At 31 December 2020 the company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2020	<i>2019</i>
	£'000	<i>£'000</i>
Not later than 1 year	14	14
Later than 1 year and not later than 5 years	56	56
Later than 5 years	176	190
	246	260