



HAPPYDAYS MINISTRIES UK

UNAUDITED FINANCIAL STATEMENTS

31 MARCH 2021

CHARITY REGISTRATION NUMBER: 1157527



Spenser Wilson
Chartered Accountants & Business Advisers

HAPPYDAYS MINISTRIES UK

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

| | PAGE |
|---|-------------|
| Trustees' annual report | 1 |
| Independent examiner's report to the trustees | 7 |
| Statement of financial activities | 8 |
| Statement of financial position | 9 |
| Statement of cash flows | 10 |
| Notes to the financial statements | 11 |

HAPPYDAYS MINISTRIES UK

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 MARCH 2021

The Trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

| | | |
|------------------------------------|---|---|
| Registered charity name | Happydays Ministries UK | |
| Charity registration number | 1157527 | |
| Principal office | Greycourt House 160 King Cross Road Halifax West Yorkshire HX1 3LN | |
| Trustees | S Endeacott - Chair G Boocock C Stevenson N R Gemmel G P Henderson K Fawcett S Holmes J Needell E Booth | (Appointed 26 November 2020) (Appointed 26 November 2020) (Appointed 26 November 2020) (Retired 15 June 2021) (Retired 17 June 2021) (Retired 28 January 2021) |
| Chief Executive Officer | David Fawcett | |
| Independent Examiner | S R Shacklock FCA Equitable House 55 Pellon Lane Halifax West Yorkshire HX1 5SP | |

HAPPYDAYS MINISTRIES UK

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The charity is a Charitable Incorporated Organisation and Registered Charity, No: 1157527; registered with Charity Commission on 18 June 2014.

The charity trustees manage the affairs of the charity. They have a duty to identify and review the risks to which the charity is exposed and ensure appropriate controls are in place to provide reasonable reassurance against fraud and error.

The trustees of the charity are appointed by the members at each AGM.

The vision and mission of the Charity is delivered passionately by the CEO David Fawcett, together with a small team of staff and large volunteer base.

OBJECTIVES AND ACTIVITIES

Our Vision is to see homelessness reduced and vulnerable people empowered to live independent and purposeful lives.

Our Mission is to provide safe accommodation in a community setting that incorporates on-going mentoring and support to bring about sustainable change in people's lives.

The main objective for the year continued to be that of assistance to vulnerable individuals at risk of homelessness through the provision of supported accommodation within a safe community setting.

The strategies employed to achieve the charity's objectives are to:
Deliver two main programme areas:

1. Happy Days COMMUNITY, works with socially responsible landlords to offer safe accommodation and support to vulnerable individuals through a community support worker and a volunteer mentor scheme.
2. Happy Days SOCIAL ENTERPRISE; set up of work based projects and partners that provides skills, volunteering and employment opportunities to our residents and raise vital funding for the continuation and operation of the charity.

At the end of the year we review our aims and objectives through looking at what we have achieved and the outcomes. This assists us to look at the benefit of our work to the individuals we aim to support and remain focused.

HAPPYDAYS MINISTRIES UK

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

ACHIEVEMENTS AND PERFORMANCE

Following a global covid pandemic and the challenges that this has brought to the Charity, its residents and its staff, it is even more important to thank and recognise that we are extremely grateful for the hard work of our volunteers, staff, supporters and partners who have assisted the Charity to grow and build firmer foundations in 2020/21. Happy Days is now an established small Charity developing a good record of helping people out of homelessness and into safe accommodation, volunteering and work, creating strong partnership links across the Borough and other regions.

It should also be recognised that during this pandemic, the Charity was nominated for, and received the Queen's Award for Voluntary Service. This is the highest award a Charity can receive and it was extra special to be recognised in this way during such a turbulent year.

Our mission statement of bringing Hope to the Homeless remains at the very heart of our work through our two programmes - Community & Social Enterprise. Since the Charity started in 2013 we have supported more than 200 individuals towards independent living through our Happy Days Community.

Social Enterprise & Meaningful Activities:

Happy Days Cycle CIC is now formed with a Board of Directors from the private and charitable sectors, with one of them taking the role of Financial Director. All the Directors are unpaid and act on a voluntary basis. The Charity has received its first profit share from the profits generated by the CIC. Our residents also volunteer in the shop creating a pathway to work.

Happy Days now runs a "happy life" Activity Programme five days a week based at our Hub. This offers a variety of health, wellbeing, and physical activities. We have developed a number of handmade wooden products including garden benches, garden planters, and dog beds. These are produced by our residents overseen by our Activity Co-ordinator. This work has been supported by the Key Fund loan & grant received at the end of 2019.

We have redesigned the support journey including our referral, assessment, risk assessment and support plan to ensure our offer is of a high standard. We believe this development will enable more residents than ever to reach independent and purposeful lives within two years in our intensively supported accommodation.

We have also developed our safeguarding standards significantly, to ensure there is accountability at Board level and Senior Managers by regularly having sight of safeguarding incidents and any referrals to Gateway to Care and requiring all our Board to be trained to Level 3 Safeguarding. We have introduced documents that categorize incidents by subject so that we can risk assess and ensure preventative measures are put in place any high-risk areas.

The effect of the covid pandemic had a major effect on the running of the Charity in terms of people working from home in isolation, and as a result of this we offered mental health support to everyone to help them through this difficult period. This has developed new patterns of working which we will continue to adopt moving forward. We have forged some successful external partnerships to help our team, by looking at training that will help them understand better the role of support and how we can improve what we offer to our residents. We have seen a significant increase in people wanting to access our service due to a marked rise in homelessness, and increased issues with our existing residents with mental health and addiction issues. A number of small grants were received which enabled us to employ additional staffing and provide extra resource during the pandemic.

HAPPYDAYS MINISTRIES UK

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

ACHIEVEMENTS AND PERFORMANCE *(continued)*

We would like to thank all those who have contributed to the success of Happy Days and ultimately the success in supporting residents now and towards improving their lives and building their capabilities for the future. This includes all the staff, volunteers, partners, funders and individual donors, without you this would not be possible. Thanks should also go to the residents as without their engagement in what we are doing and offering them, we would not be seeing the levels of success that we are.

Happy Days has always been a very small charity with a minimum of paid staff. It has grown through this year, establishing stronger more rigorous policies, processes and controls. Over the last 12 months we have undergone a thorough financial and governance audit, where all financial practices have been reviewed and improved, and we have developed a number of additional policies and procedures to help with the smooth running of our finances. We now employ a full-time Accounts Manager who is overseen by the Treasurer and the CEO.

The merger with Second Halifax Housing was successfully completed in November 2020 and gave the Charity an additional 68 single occupancy units to add to its' existing properties over two sites, these being Greycourt Close/Greycourt House and Clare Road. The rental income from these properties will go towards making the Charity more sustainable. However some of the properties need improvement and the issue of ongoing repairs means we have employed a new Community Development Manager to work with the residents to resolve issues and make necessary improvements. Where possible we try to use our residents for some of the less complex tasks like painting and decorating etc.

Funding is always a key challenge for charities, more so now than ever, with an increasing demand for services and decreasing support from local/central government. This increases the demand on, and competition for, funding from all other sources, both private and corporate. Many of these are keen to support changes and enhancements to services offered, making establishing funding for core and on-going activities even more challenging. It is therefore important to recognise the support we have received from funders this year and to thank them for it.

Our funders: Community Foundation for Calderdale, Lloyds Bank Foundation, National Emergencies Trust, Community Resilience Fund 2, Kirklees Council, Creative Minds Willow Lane In Bloom, Sport England, Coronavirus Emergency Fund, The P27 Trust, Bike Store, Cyclists Club, Scouter Trust, National Lottery Social, Enterprise Support Fund, Move On Fund, The Judith and Neil Charlesworth Fund, McNaught Refugee Rental Income Fund, The Hilden Charitable Fund, Third Sector Yoga Fund, Halifax Town Football Club, Charities Aid Foundation, Resilience Fund, WY Police and Crime Commissioner, Access Impact, National Lottery, Tudor Trust, One Community, Groundworks UK, Tesco Bags of Help, COVID-19 Communities Fund.

As can be seen above, funding continues to be sought through grants and donations from organisations, but we continue to move towards generating income via our Social Enterprises, housing rental income and regular individual donations. This year has been a year of building towards a solid, sustainable way forward and planning for the growth of the Charity. Whilst grants are massively important, they only last for a finite period of time and are often targeted on a specific objective. The key to sustainability is to have regular, dependable income which we can budget against. This is why the Social Enterprises, regular donations and suitable levels of rent and housing benefit are so vital. From a financial perspective we have progressed nicely during the last 12 months towards this. To facilitate this, Happy Days now has a Funding Manager focused on generating funds from grants and donations, which has been increasingly successful.

HAPPYDAYS MINISTRIES UK

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

ACHIEVEMENTS AND PERFORMANCE *(continued)*

Managing property rental income including enhanced housing benefit for residents is a complex balance between income generation and the ability to support and help the residents with their individual and sometimes complex issues is a key challenge. Having too many individuals with significant and complex needs in residence can degrade the level of support we can offer the individual with the team we have; while too few residents means the revenue from property rental is lower and, in some situations, lower than the cost of providing support. With the increased financial information and management being provided we are improving our financial model to help manage this more effectively, trying to ensure we do not experience negative cost situations beyond short term blips.

With funding tight, it is the responsibility of all within the charity to minimise costs. This has been done, but with the significant growth achieved and planned it is a challenge to maintain this. Hence the need to introduce more policies, processes and controls to the charity. This was started during the last financial year, and we are now confident that we have all suitable controls and processes in place to support the charity and will allow it to grow further whilst still maintaining financial stability and control.

FINANCIAL REVIEW

During the year income has exceeded expenditure by £45,477 (2020: £103,665). The total funds of the Charity have increased from £1,499,542 to £1,545,019.

The Trustees have established a level of reserves that the charity should have to operate and meet the Charity's objectives. The reserves policy is to equal at least 3 months expenditure. There are free reserves of £171,420 as at 31st March 2021 (2020 - £190,680) after accounting for restricted funds and fixed assets. The Trustees have reviewed the circumstances and consider that adequate resources continue to be available to fund the activities of the charity for the foreseeable future. The Trustees are of the view that the Charity is a going concern.

We now have an ongoing reserves policy in place with an amount of £86,049.67 set aside and we are maintaining this as a separate fund.

Going concern

The charity has considered its expected incomings and outgoings for the next twelve months and is confident that it will have sufficient funding and unrestricted income to be able to meet its liabilities and continue to operate for the next year. The trustees consider the charity to be a going concern.

HAPPYDAYS MINISTRIES UK

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2021

PLANS FOR FUTURE PERIODS

Following the merger in November we are working closely with the new residents to help create strong communities. We initially made a needs analysis for these new residents and identified a number of areas for improvement. These are support with tenancy management, mental health, addiction and debt. We now have regular drop-in sessions for residents, holistic sessions include a weekly gardening group, and we are looking at expanding into other areas.

We will continue to expand the Charity in line with our Growth Strategy during the next financial year.

With the growth of Happy Days, we continue to be focused on our key objective of supporting and helping our residents whilst building a sustainable and robust organisation with controls and processes which are effective and appropriate. Given that Happy Days started as a small charity it is key for us to evolve our operations, people, processes and controls in order to build strong foundations able to sustain the growth in an ethical and compliant manner. We recognise that this is vital for Happy Days to be a credible organisation which can positively impact the lives of as many people as possible. As can be seen from this year's accounts we are well on our way to achieving this.

In 2021 we have invested significantly to improve our properties by adding new kitchens and bathrooms, and have a scheduled ongoing works programme to replace all the windows and radiators.

We will continue to expand the Charity in line with our Growth Strategy and will endeavour to work to our vision of seeing homelessness reduced and vulnerable people empowered to live independent and purposeful lives, and reaching our mission to provide safe accommodation in a community to bring about sustainable change in people's lives, whilst underpinning the work of the Charity to our values of working with Commitment, in Partnership, with Respect and Equality, and promoting a Nurturing environment.

The trustees' annual report was approved on 5 October 2021 and signed on behalf of the board of trustees by:

A handwritten signature in blue ink, appearing to read 'S Endeacott', with a long horizontal line extending to the right.

S Endeacott - Chair
Trustee

HAPPYDAYS MINISTRIES UK

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HAPPYDAYS MINISTRIES UK

YEAR ENDED 31 MARCH 2021

I report to the trustees on my examination of the financial statements of Happydays Ministries UK ('the charity') for the year ended 31 March 2021.

RESPONSIBILITIES AND BASIS OF REPORT

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

INDEPENDENT EXAMINER'S STATEMENT

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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



S R Shacklock FCA
Independent Examiner

Equitable House
55 Pellon Lane
Halifax
West Yorkshire
HX1 5SP

5 October 2021

HAPPYDAYS MINISTRIES UK

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 MARCH 2021

| | | Unrestricted funds £ | 2021 Restricted funds £ | Total funds £ | 2020 Total funds £ |
|---|-------|----------------------------|----------------------------------|------------------|--------------------------|
| | Note | | | | |
| Income and endowments | | | | | |
| Donations and legacies | 4 | 34,374 | 225,977 | 260,351 | 160,906 |
| Charitable activities | 5 | 450,294 | — | 450,294 | 368,256 |
| Other trading activities | 6 | 5,856 | — | 5,856 | — |
| Investment income | 7 | 90 | — | 90 | 144 |
| Other income | 8 | 4,000 | — | 4,000 | — |
| Total income | | <u>494,614</u> | <u>225,977</u> | <u>720,591</u> | <u>529,306</u> |
| Expenditure | | | | | |
| Expenditure on raising funds: | | | | | |
| Costs of raising donations and legacies | 9 | — | — | — | 2,030 |
| Expenditure on charitable activities | 10,11 | 443,027 | 229,887 | 672,914 | 423,611 |
| Other expenditure | 13 | 2,200 | — | 2,200 | — |
| Total expenditure | | <u>445,227</u> | <u>229,887</u> | <u>675,114</u> | <u>425,641</u> |
| Net income | | <u>49,387</u> | <u>(3,910)</u> | <u>45,477</u> | <u>103,665</u> |
| Transfers between funds | | (44,545) | 44,545 | — | — |
| Net movement in funds | | <u>4,842</u> | <u>40,635</u> | <u>45,477</u> | <u>103,665</u> |
| Reconciliation of funds | | | | | |
| Total funds brought forward | | 1,460,589 | 38,953 | 1,499,542 | 1,395,877 |
| Total funds carried forward | | <u>1,465,431</u> | <u>79,588</u> | <u>1,545,019</u> | <u>1,499,542</u> |

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

The notes on pages 11 to 24 form part of these financial statements.

HAPPYDAYS MINISTRIES UK

STATEMENT OF FINANCIAL POSITION

31 MARCH 2021

| | | 2021 | | 2020 | |
|--|------|------------------|------------------|------------------|------------------|
| | Note | £ | £ | £ | £ |
| FIXED ASSETS | | | | | |
| Tangible fixed assets | 18 | | 1,294,011 | | 1,269,909 |
| CURRENT ASSETS | | | | | |
| Debtors | 19 | 40,149 | | 36,485 | |
| Cash at bank and in hand | | 300,489 | | 251,987 | |
| | | <u>340,638</u> | | <u>288,472</u> | |
| CREDITORS: amounts falling due within one year | 20 | <u>61,795</u> | | <u>24,880</u> | |
| NET CURRENT ASSETS | | | <u>278,843</u> | | <u>263,592</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | 1,572,854 | | 1,533,501 |
| CREDITORS: amounts falling due after more than one year | 21 | | <u>27,835</u> | | <u>33,959</u> |
| NET ASSETS | | | <u>1,545,019</u> | | <u>1,499,542</u> |
| FUNDS OF THE CHARITY | | | | | |
| Restricted funds | | | 79,588 | | 38,953 |
| Unrestricted funds: | | | | | |
| Revaluation reserve | | 1,223,040 | | 1,223,040 | |
| Other unrestricted income funds | | <u>242,391</u> | | <u>237,549</u> | |
| Total unrestricted funds | | <u>1,465,431</u> | | <u>1,460,589</u> | |
| Total charity funds | 24 | | <u>1,545,019</u> | | <u>1,499,542</u> |

These financial statements were approved by the board of trustees and authorised for issue on 5 October 2021, and are signed on behalf of the board by:



S Endeacott - Chair
Trustee

The notes on pages 11 to 24 form part of these financial statements.

HAPPYDAYS MINISTRIES UK

STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2021

| | 2021 £ | 2020 £ |
|---|-----------|-----------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Net income | 45,477 | 103,665 |
| <i>Adjustments for:</i> | | |
| Depreciation of tangible fixed assets | 2,028 | 1,962 |
| Dividends, interest and rents from investments | — | (3) |
| Other interest receivable and similar income | (90) | (141) |
| Interest payable and similar charges | 4,950 | 512 |
| Loss on disposal of tangible fixed assets | 2,200 | — |
| Accrued expenses | 2,040 | 9,290 |
| <i>Changes in:</i> | | |
| Trade and other debtors | (3,664) | (36,485) |
| Trade and other creditors | 35,667 | 7,179 |
| Cash generated from operations | 88,608 | 85,979 |
| Interest paid | (4,950) | (512) |
| Interest received | 90 | 141 |
| Net cash from operating activities | 83,748 | 85,608 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Dividends, interest and rents from investments | — | 3 |
| Purchase of tangible assets | (28,330) | (1,606) |
| Net cash used in investing activities | (28,330) | (1,603) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from borrowings | (6,916) | 42,370 |
| Net cash (used in)/from financing activities | (6,916) | 42,370 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | 48,502 | 126,375 |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | 251,987 | 125,612 |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | 300,489 | 251,987 |

The notes on pages 11 to 24 form part of these financial statements.

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2021

1. GENERAL INFORMATION

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Greycourt House, 160 King Cross Road, Halifax, West Yorkshire, HX1 3LN.

2. STATEMENT OF COMPLIANCE

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared on the historical cost basis except as modified by the revaluation of certain fixed assets. The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are not considered to be any judgements or accounting estimates or assumptions that have a significant impact on the financial statements.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

3. ACCOUNTING POLICIES *(continued)*

Incoming resources

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

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

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

3. ACCOUNTING POLICIES *(continued)*

Tangible assets

Tangible assets, except freehold properties, are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Investment Properties

All freehold property owned is held for the purpose of long term letting. A valuation of all the properties was undertaken by professional surveyors and valuers on 18th October 2017. The Trustees are of the opinion that the valuation continues to reflect the market value. The Trustees intend to have an independent valuation by a qualified surveyor every 5 years with the next independent valuation to be undertaken in 2022. In the intervening years the Trustees will assess the market value of the properties based on the location of the properties and the rental yield.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

| | |
|-----------------------|--|
| Fixtures and fittings | - 20% reducing balance |
| Motor vehicles | - 25% reducing balance |
| Office equipment | - 33% straight line and 15% reducing balance |

Impairment of fixed assets

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

Financial instruments

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

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

4. DONATIONS AND LEGACIES

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|------------------|----------------------------|--------------------------|--------------------------|
| DONATIONS | | | |
| Donations | 19,357 | 2,065 | 21,422 |
| Local giving | 12,694 | — | 12,694 |
| Gift aid | 1,438 | — | 1,438 |
| GRANTS | | | |
| Grants | 885 | 223,912 | 224,797 |
| | <u>34,374</u> | <u>225,977</u> | <u>260,351</u> |
| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
| DONATIONS | | | |
| Donations | 40,706 | — | 40,706 |
| Local giving | 16,594 | — | 16,594 |
| Gift aid | 9,390 | — | 9,390 |
| GRANTS | | | |
| Grants | 11,715 | 82,501 | 94,216 |
| | <u>78,405</u> | <u>82,501</u> | <u>160,906</u> |

5. CHARITABLE ACTIVITIES

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|---------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Housing rents | <u>450,294</u> | <u>450,294</u> | <u>368,256</u> | <u>368,256</u> |

6. OTHER TRADING ACTIVITIES

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|------------------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| HUB | 1,046 | 1,046 | — | — |
| Office rental and utilities income | 4,810 | 4,810 | — | — |
| | <u>5,856</u> | <u>5,856</u> | <u>—</u> | <u>—</u> |

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

7. INVESTMENT INCOME

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|--------------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Income from listed investments | — | — | 3 | 3 |
| Bank interest receivable | 90 | 90 | 141 | 141 |
| | <u>90</u> | <u>90</u> | <u>144</u> | <u>144</u> |

8. OTHER INCOME

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|-----------------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Profit share Happydays Cycles CIC | 4,000 | 4,000 | — | — |

9. COSTS OF RAISING DONATIONS AND LEGACIES

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|--|----------------------------|--------------------------|----------------------------|--------------------------|
| Costs of raising donations and legacies - Donations | — | — | 2,030 | 2,030 |

10. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|-----------------------|----------------------------|--------------------------|--------------------------|
| Charitable activities | 324,385 | 229,887 | 554,272 |
| Support costs | 118,642 | — | 118,642 |
| | <u>443,027</u> | <u>229,887</u> | <u>672,914</u> |

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
|-----------------------|----------------------------|--------------------------|--------------------------|
| Charitable activities | 276,867 | 69,048 | 345,915 |
| Support costs | 77,696 | — | 77,696 |
| | <u>354,563</u> | <u>69,048</u> | <u>423,611</u> |

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

11. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

| | Activities undertaken directly £ | Support costs £ | Total Funds 2021 £ | Total Funds 2020 £ |
|-----------------------|---|-----------------------|--------------------------|--------------------------|
| Charitable activities | 554,272 | 111,986 | 666,258 | 416,285 |
| Governance costs | — | 6,656 | 6,656 | 7,326 |
| | <u>554,272</u> | <u>118,642</u> | <u>672,914</u> | <u>423,611</u> |

12. ANALYSIS OF SUPPORT COSTS

| | 2021 £ | 2020 £ |
|--|----------------|---------------|
| Staff costs | 47,541 | 24,605 |
| Premises | 8,070 | 3,681 |
| Communications and IT | 8,583 | 3,356 |
| General office | 13,589 | 13,879 |
| Insurance | 1,625 | 949 |
| Depreciation | 2,028 | 1,962 |
| Interest on bank loan | 4,313 | — |
| Bank charges | 637 | 512 |
| Bad debts | 20,517 | 15,398 |
| Training | 1,118 | 335 |
| Advertising | 3,965 | 88 |
| Accountancy and independent examination fees | 4,786 | 5,210 |
| Legal and other professional fees | 1,870 | 7,721 |
| | <u>118,642</u> | <u>77,696</u> |

13. OTHER EXPENDITURE

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|---|----------------------------|--------------------------|----------------------------|--------------------------|
| Loss on disposal of tangible fixed assets held for charity's own use | <u>2,200</u> | <u>2,200</u> | <u>—</u> | <u>—</u> |

14. NET INCOME

Net income is stated after charging/(crediting):

| | 2021 £ | 2020 £ |
|---|--------------|-----------|
| Depreciation of tangible fixed assets | 2,028 | 1,962 |
| Loss on disposal of tangible fixed assets | <u>2,200</u> | <u>—</u> |

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

15. INDEPENDENT EXAMINATION FEES

| | 2021 £ | 2020 £ |
|--|--------------|--------------|
| Fees payable to the independent examiner for: | | |
| Independent examination of the financial statements: | | |
| Happydays Ministries UK | 1,500 | 1,300 |
| Second Halifax Housing Limited | – | 1,609 |
| Other services: | | |
| Happydays Ministries UK | 3,286 | 2,200 |
| Second Halifax Housing Limited | – | 100 |
| | <u>4,786</u> | <u>5,209</u> |

16. STAFF COSTS

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

| | 2021 £ | 2020 £ |
|---|----------------|----------------|
| Wages and salaries | 243,051 | 155,732 |
| Social security costs | 15,434 | 7,414 |
| Employer contributions to pension plans | 4,241 | 2,841 |
| | <u>262,726</u> | <u>165,987</u> |

The average head count of employees during the year was 14 (2020: 9).

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

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £44,332 (2020: £35,230).

17. TRUSTEE REMUNERATION AND EXPENSES

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

No trustee expenses have been incurred.

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

18. TANGIBLE FIXED ASSETS

| | Investment Property £ | Fixtures & fittings £ | Motor vehicles £ | Computer equipment £ | Total £ |
|-------------------------|-----------------------------|-----------------------------|------------------------|----------------------------|------------------|
| Cost | | | | | |
| At 1 April 2020 | 1,260,000 | 4,593 | 10,810 | 9,828 | 1,285,231 |
| Additions | 12,271 | — | 14,559 | 1,500 | 28,330 |
| Disposals | — | (4,593) | — | — | (4,593) |
| At 31 March 2021 | 1,272,271 | — | 25,369 | 11,328 | 1,308,968 |
| Depreciation | | | | | |
| At 1 April 2020 | — | 2,393 | 7,390 | 5,539 | 15,322 |
| Charge for the year | — | — | 855 | 1,173 | 2,028 |
| Disposals | — | (2,393) | — | — | (2,393) |
| At 31 March 2021 | — | — | 8,245 | 6,712 | 14,957 |
| Carrying amount | | | | | |
| At 31 March 2021 | 1,272,271 | — | 17,124 | 4,616 | 1,294,011 |
| At 31 March 2020 | 1,260,000 | 2,200 | 3,420 | 4,289 | 1,269,909 |

19. DEBTORS

| | 2021 £ | 2020 £ |
|--------------------------------|---------------|---------------|
| Trade debtors | 34,932 | 32,566 |
| Prepayments and accrued income | 4,578 | 3,559 |
| Other debtors | 639 | 360 |
| | 40,149 | 36,485 |

20. CREDITORS: amounts falling due within one year

| | 2021 £ | 2020 £ |
|---------------------------------|---------------|---------------|
| Bank loans and overdrafts | 7,619 | 8,411 |
| Trade creditors | 29,089 | — |
| Accruals and deferred income | 13,865 | 12,710 |
| Social security and other taxes | 8,931 | 3,759 |
| Other creditors | 2,291 | — |
| | 61,795 | 24,880 |

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

21. CREDITORS: amounts falling due after more than one year

| | 2021 | 2020 |
|---------------------------|---------------|---------------|
| | £ | £ |
| Bank loans and overdrafts | <u>27,835</u> | <u>33,959</u> |

22. DEFERRED INCOME

| | 2021 | 2020 |
|---------------------------|--------------|----------------|
| | £ | £ |
| At 1 April 2020 | 3,420 | 4,560 |
| Amount released to income | <u>(885)</u> | <u>(1,140)</u> |
| At 31 March 2021 | <u>2,535</u> | <u>3,420</u> |

23. PENSIONS AND OTHER POST RETIREMENT BENEFITS

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £4,241 (2020: £2,841).

24. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

| | 1 April 2020 £ | Income £ | Expenditure £ | Transfers £ | 31 March 2021 £ |
|---------------------|----------------------|----------------|------------------|-----------------|-----------------------|
| General funds | 237,549 | 494,614 | (445,227) | (130,595) | 156,341 |
| Contingency fund | — | — | — | 86,050 | 86,050 |
| Revaluation reserve | 1,223,040 | — | — | — | 1,223,040 |
| | <u>1,460,589</u> | <u>494,614</u> | <u>(445,227)</u> | <u>(44,545)</u> | <u>1,465,431</u> |

| | 1 April 2019 £ | Income £ | Expenditure £ | Transfers £ | 31 March 2020 £ |
|---------------------|----------------------|----------------|------------------|----------------|-----------------------|
| General funds | 147,337 | 446,805 | (356,593) | — | 237,549 |
| Revaluation reserve | 1,223,040 | — | — | — | 1,223,040 |
| | <u>1,370,377</u> | <u>446,805</u> | <u>(356,593)</u> | <u>—</u> | <u>1,460,589</u> |

Unrestricted funds include £1,294,011 (2020: £1,269,909) invested in fixed assets and therefore not available for spending.

The transfer relates to the reallocation of income received in March 2020 in respect of the Northern Impact Fund and also the transfer of income to cover restricted expenditure from a loan from the Northern Impact Fund.

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

24. ANALYSIS OF CHARITABLE FUNDS *(continued)*

| Restricted funds | 1 April 2020 £ | Income £ | Expenditure £ | Transfers £ | 31 March 2021 £ |
|-----------------------------|----------------------|-------------|------------------|----------------|-----------------------|
| National Lottery | 10,000 | — | (10,000) | — | — |
| Tudor Trust | 28,953 | — | (28,953) | — | — |
| One Community | — | 399 | (399) | — | — |
| Groundworks UK | — | 1,166 | (818) | — | 348 |
| National Emergencies Trust | | | | | |
| Community Resilience Fund 1 | — | 3,000 | (3,000) | — | — |
| Charities Aid Foundation | | | | | |
| Coronavirus Emergency Fund | — | 4,247 | (4,247) | — | — |
| Tesco Bags of Help | | | | | |
| COVID-19 Communities Fund | — | 500 | (500) | — | — |
| Community Foundation for | | | | | |
| Calderdale | — | 1,000 | (982) | — | 18 |
| Lloyds Bank Foundation | — | 33,000 | — | — | 33,000 |
| National Emergencies Trust | | | | | |
| Community Resilience Fund 2 | — | 6,000 | (6,000) | — | — |
| Kirklees Council | — | 995 | (989) | — | 6 |
| Creative Minds Willow Lane | | | | | |
| in Bloom | — | 1,400 | (1,400) | — | — |
| Sport England | — | 4,000 | (4,000) | — | — |
| National Emergencies Trust | | | | | |
| Coronavirus Emergency Fund | — | 3,000 | (3,000) | — | — |
| The P27 Trust | — | 20,000 | — | — | 20,000 |
| Bike Store | — | 5,000 | (5,000) | — | — |
| Cyclists Club | — | 2,950 | (2,496) | — | 454 |
| Scouter Trust | — | 3,000 | (1,900) | — | 1,100 |
| National Lottery Social | | | | | |
| Enterprise Support Fund | — | 39,535 | (39,535) | — | — |
| Move On Fund | — | 1,000 | (1,000) | — | — |
| The Judith and Neil | | | | | |
| Charlesworth Fund | — | 1,000 | (1,000) | — | — |
| McNaught Refugee Rental | | | | | |
| Income Fund | — | 2,000 | — | — | 2,000 |
| The Hilden Charitable Fund | — | 5,000 | — | — | 5,000 |
| Third Sector Yoga Fund | — | 1,020 | (608) | — | 412 |
| Community Foundation for | | | | | |
| Calderdale Move On Fund | — | 2,200 | (1,511) | — | 689 |
| Halifax Town Football Club | — | 1,000 | (1,000) | — | — |
| Charities Aid Foundation | | | | | |
| Resilience Fund | — | 65,000 | (64,939) | — | 61 |
| West Yorkshire Police and | | | | | |
| Crime Commissioner | — | 6,000 | — | — | 6,000 |
| Access Impact | — | 10,000 | — | — | 10,000 |
| Carried forward | 38,953 | 223,412 | (183,257) | — | 79,088 |

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

24. ANALYSIS OF CHARITABLE FUNDS *(continued)*

Restricted funds *(continued)*

| | | | | | |
|---|---------------|----------------|------------------|---------------|----------------------|
| Brought forward | 38,953 | 223,412 | (183,257) | – | 79,088 |
| Calderdale Metropolitan Borough Council | – | 500 | – | – | 500 |
| Co-op | – | 2,065 | (2,065) | – | – |
| Northern Impact Fund Grant | – | – | (7,668) | 7,668 | – |
| Northern Impact Fund Loan | – | – | (36,877) | 36,877 | – |
| | <u>38,953</u> | <u>225,977</u> | <u>(229,887)</u> | <u>44,545</u> | <u>79,588</u> |

| | 1 April 2019 £ | Income £ | Expenditure £ | Transfers £ | 31 March 2020 £ |
|-------------------|----------------------|---------------|------------------|----------------|-----------------------|
| National Lottery | – | 10,000 | – | – | 10,000 |
| Tudor Trust | 25,500 | 37,000 | (33,547) | – | 28,953 |
| Lloyds Bank | – | 33,001 | (33,001) | – | – |
| Help the Homeless | – | 2,500 | (2,500) | – | – |
| | <u>25,500</u> | <u>82,501</u> | <u>(69,048)</u> | <u>–</u> | <u>38,953</u> |

The following funds represent balances in respect of grants and donations made for specific purposes relating to the ongoing costs of the Charity:-

| | |
|---|--|
| National Lottery | Contribution towards costs of employment |
| Tudor Trust | Contribution towards cost of employment of a Community Housing Project Manager |
| One Community | IT equipment for inhouse recovery programme |
| Groundworks UK | Bike maintenance and materials |
| National Emergencies Trust Community Resilience Fund 1 | Gardening project |
| Charities Aid Foundation Coronavirus Emergency Fund | Inhouse recovery programme |
| Tesco Bags of Help COVID-19 Communities Fund | Intensive recovery session within the community and recovery training sessions for support workers |
| Community Foundation for Calderdale | Art course and art equipment |
| Lloyds Bank Foundation | Contribution towards core costs |
| National Emergencies Trust Community Resilience Fund 2 | CCTV |
| Kirklees Council | Gardening project |
| Creative Minds Willow Lane in | Inhouse recovery programme |

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

24. ANALYSIS OF CHARITABLE FUNDS *(continued)*

Restricted funds *(continued)*

Bloom

Sport England

Inhouse recovery programme

National Emergencies Trust
Coronavirus Emergency Fund

Inhouse recovery programme

The P27 Trust

Contribution towards cost of employment of a Community
Housing Project Manager

Bike store

Creation of bike storage area

Cyclist club

Bike maintenance

Scouter Trust

Provision of accommodation for asylum seekers

National Lottery Social
Enterprise Support Fund

Creation of a Hub as a Covid 19 safe environment to
carry out activities and recovery sessions

Move On Fund

Provision of new home kits for residents

The Judith and Neil
Charlesworth Fund

Support worker costs

McNaught Refugee Rental
Income Fund

Provision of accommodation for refugees

The Hilden Charitable Fund

Provision of accommodation for asylum seekers in the next
year

Third Sector Yoga Fund

Yoga tuition and equipment to aid mental health and recovery
support

Community Foundation for
Calderdale Move On Fund

New home kits for residents

Halifax Town Football Club

Christmas gift hampers

Charities Aid Foundation
Resilience Fund

Contribution to core costs

West Yorkshire Police and
Crime Commissioner

Provision of accommodation for individuals who have no
recourse to public funds

Access Impact Management
Programme

Contribution towards Business Manager salary

Calderdale Metropolitan
Borough Council

Assist ex-homeless people back into main stream
employment

Co-op

Gardening project

Northern Impact Fund Grant

Contribution towards employment costs

Northern Impact Fund Loan

Employment and rent costs. Funds have been transferred
from unrestricted income to cover the restricted expenditure.

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

25. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|-------------------------------|----------------------------|--------------------------|--------------------------|
| Tangible fixed assets | 1,294,011 | — | 1,294,011 |
| Current assets | 225,596 | 115,042 | 340,638 |
| Creditors less than 1 year | (54,176) | (7,619) | (61,795) |
| Creditors greater than 1 year | — | (27,835) | (27,835) |
| Net assets | 1,465,431 | 79,588 | 1,545,019 |

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
|-------------------------------|----------------------------|--------------------------|--------------------------|
| Tangible fixed assets | 1,269,909 | — | 1,269,909 |
| Current assets | 207,149 | 81,323 | 288,472 |
| Creditors less than 1 year | (16,469) | (8,411) | (24,880) |
| Creditors greater than 1 year | — | (33,959) | (33,959) |
| Net assets | 1,460,589 | 38,953 | 1,499,542 |

26. MERGER

Happydays Ministries UK and Second Halifax Housing Limited merged on 1 June 2020.

Analysis of principal Statement of Financial Activities components for the current reporting period

| | Happydays Ministries UK (pre-merger) £ | Second Halifax Housing Limited (pre-merger) £ | Happydays Ministries UK (post-merger) £ | Combined Total £ |
|------------------------|---|--|--|------------------------|
| Total Income | 53,647 | 34,974 | 631,691 | 720,312 |
| Total expenditure | (54,225) | (19,917) | (600,693) | (674,835) |
| Net income/expenditure | (578) | 15,057 | 30,998 | 45,477 |
| Other gains/losses | — | — | — | — |
| Net movements in funds | (578) | 15,057 | 30,998 | 45,477 |

Analysis of principal Statement of Financial Activities components for the previous reporting period

| | Happydays Ministries UK £ | Second Halifax Housing Limited £ | Combined Total £ |
|-----------------------------|---------------------------------|--|------------------------|
| Total income | 323,959 | 205,347 | 529,306 |
| Total expenditure | (282,019) | (143,622) | (425,641) |
| Net income/(expenditure) | 41,940 | 61,725 | 103,665 |
| Total funds brought forward | 23,806 | 1,372,071 | 1,395,877 |
| Total funds carried forward | 65,746 | 1,433,796 | 1,499,542 |

HAPPYDAYS MINISTRIES UK

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2021

Analysis of net assets at the date of the merger

| | Happydays Ministries UK | Second Halifax Housing Limited | Combined Total |
|-------------------------|----------------------------|-----------------------------------|-------------------|
| | £ | £ | £ |
| Net assets | 65,168 | 1,448,852 | 1,514,020 |
| Represented by: | | | |
| Unrestricted funds | 22,244 | 1,448,852 | 1,471,096 |
| Restricted income funds | 42,924 | — | 42,924 |
| Total funds | <u>130,336</u> | <u>2,897,704</u> | <u>3,028,040</u> |

27. ANALYSIS OF CHANGES IN NET DEBT

| | 1 April 2020 | Cash flows | 31 March 2021 |
|--------------------------|-----------------|---------------|------------------|
| | £ | £ | £ |
| Cash at bank and in hand | 251,987 | 48,502 | 300,489 |
| Debt due within one year | (8,411) | 792 | (7,619) |
| Debt due after one year | (33,959) | 6,124 | (27,835) |
| | <u>209,617</u> | <u>55,418</u> | <u>265,035</u> |

28. OPERATING LEASE COMMITMENTS

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

| | 2021 | 2020 |
|--|---------------|----------|
| | £ | £ |
| Not later than 1 year | 12,000 | — |
| Later than 1 year and not later than 5 years | 15,830 | — |
| | <u>27,830</u> | <u>—</u> |

29. RELATED PARTIES

Three of the rental properties used by the charity to support vulnerable individuals are jointly owned by the CEO, David Fawcett, Katie Fawcett and a third unconnected individual. Rents receivable from Calderdale MBC and paid to the landlord are on normal commercial terms.