

**Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 December 2022
for
HORNCHURCH HOUSING TRUST**

Haines Watts Essex LLP
Juniper House
Warley Hill Business Park
The Drive
Brentwood
Essex
CM13 3BE

HORNCHURCH HOUSING TRUST

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for the year ended 31 December 2022**

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HORNCHURCH HOUSING TRUST

Report of the Trustees for the year ended 31 December 2022

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities

The overall objective of the charity is to provide accommodation for poor persons of good character and have resided in the Borough of Havering for at least two years.

Hornchurch Housing Trust offers 39 modern self-contained dwellings on three sites in the borough of Havering.

Skeales Court, Sunrise Avenue, Hornchurch

Built in 1975 with 30 one bedroom flats over two floors with stair lifts to the first floor. Amenities for residents include a recreation room, kitchen and purpose built laundry room, with a secluded garden. The offices of the clerk and of the warden are on-site. A frequent bus service passes the complex.

The Trust, Hacton Lane, Hornchurch

This site comprises five one bedroom bungalows. The residents have the benefit of sharing the amenities of the adjoining council owned Wm Tansley Smith House, which is a sheltered complex and has a large sunny garden, a recreation room and laundry. The 193 bus services to Hornchurch, Romford and The Queen's Hospital passes the complex.

Wolseley Road, Romford

Here there are four maisonettes in a single block and the two at first floor level are accessed via steep stairs, which makes them suitable only for more active and independent persons. Frequent bus services are available nearby.

As vacancies occur the units are refurbished as necessary.

Public Benefit

The Trustees have paid due regard to the Charity Commission Guidance on Public Benefit in deciding what activities the charity undertakes. All activities undertaken by Hornchurch Housing Trust are focussed on our charitable purposes.

Achievement and performance

The charity maintains all of its properties and their grounds in good order, making them a pleasant place for our residents.

Financial review

Investment policy and objectives

The results for the year are set out in the attached accounts. The total funds at 31 December 2022 were £9,827,954 compared with £9,817,647 at 31 December 2021. Total expenditure during the year was £192,146 compared with total expenditure of £255,263 during the year ended 31 December 2021.

Investment Policy

The charity utilises Ruffer LLP, M & G Investments and Brewin Dolphin Limited to manage its investment portfolio which includes both fixed interest units and equities. The investment managers are all regulated by The Financial Conduct Authority and are required to ensure that such investments provide an adequate yield, whilst respecting the ethical principles deemed appropriate by the charity.

Reserves Policy

The trustees have decided that the amount of 'free' reserves (ie unrestricted reserves not designated as tangible assets) held by the charity should be maintained at a level equal to the approximate running costs of the charity for a six month period. This is assumed to be £100,000. However the charity is currently pooling resources with the view to expanding the number of properties it owns.

HORNCHURCH HOUSING TRUST

Report of the Trustees for the year ended 31 December 2022

Future plans

In the short term the Charity's priority is to continue providing accommodation and other facilities to a high standard. This implies the continued maintenance and improvement of our properties and the facilities we offer to our residents.

Further to this the charity would like to expand the number of properties it owns in order to further its work and increase the provision of accommodation currently offered.

Political Uncertainty

It still remains to be seen what the impact, if any, Brexit will have on the construction market and the trust specifically. In the event of any economic downturn the trust is well placed to operate as normal due to efficient financial controls, a strong balance sheet and healthy cash reserves.

Covid-19

The trust was, like all organisations, affected by the Covid-19 outbreak. Decisive measures were swiftly undertaken, including closure of sites to protect our team, residents and other stakeholders. We closely monitored the crisis, and having formed contingency plans early and left significant cash in the organisation following a good year, the trust was well placed to see out the crisis and to progress strongly as the economy continues to recover.

The trust is looking at possible new business models to ensure compliancy and management of risk, which if progressed, will result in review of the structure.

Future Development

Although the commercial new-build, refurbishment and fit-out market remains competitive and uncertain following the Covid-19 outbreak, by actively managing risk across all areas of the trust, it is well placed to meet the day to day running needs.

The board is looking at potential investment/property purchase options to extend its current portfolio, as well as possible investment in its existing stock. One property has been purchased since the year end. Trustees will take the appropriate expert advice before making any investments / strategic decisions.

Structure, governance and management

Governing document

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

Hornchurch Housing Trust is an amalgamation of many ancient charities, the earliest being Appleton's Almshouses founded in 1586. The current version of the governing document was introduced on 15 February 1991 and amended by special resolution on 18 May 1995. The trust is a registered charity with the Charity Commission.

Appointment of trustees

The trust deed makes provision for the appointment of seven trustees, one of whom by virtue of his office will be the incumbent vicar of St Andrews Parish Church, Hornchurch.

Organisation

The board of trustees administers the charity and meets regularly to discuss the running of the charity. A clerk has been appointed by the trustees to manage its day to day operations under the supervision of the chairman and deputy chairman.

Related Parties and Connected Organisations

The charity has no link with "Related Parties" as defined by the Statement of Recommended Practice and has not combined with any other organisation in the pursuit of its charitable objectives.

Reference and administrative details

Registered Charity number

247236

Principal address

33 Skeales Court
Sunrise Avenue
Hornchurch
Essex
RM12 4YA

HORNCHURCH HOUSING TRUST

Report of the Trustees for the year ended 31 December 2022

Trustees

Cllr C Smith
Mr J Mylod
Mr L N Dodin
Mr M Wallace
Mr P J Salisbury
Rev K A Wylie
Mr J R Evans

Auditors

Haines Watts Essex LLP
Juniper House
Warley Hill Business Park
The Drive
Brentwood
Essex
CM13 3BE

Investment Managers

Brewin Dolphin Ltd
12 Smithfield Street
London
EC1A 9BD

Ruffer LLP
80 Victoria Street
London
SW1E 5JL

M & G Investment
PO Box 9038
Chelmsford
CM99 2XF

Statement of trustees' responsibilities

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

HORNCHURCH HOUSING TRUST

Report of the Trustees for the year ended 31 December 2022

Statement of trustees' responsibilities - continued

Under the Charities Act 1993, the Trustees are required to:

- i) Keep proper accounting records which disclose with reasonable accuracy at the time the financial position of the charity;
- ii) To prepare financial statements for each financial year which give a true and fair view of the state of the charity's affairs and of the surplus or deficit for the year, and comply with the regulations made by the secretary of state.

In preparing those financial statements the trustees are required to:

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements and whether the financial statements have been prepared in accordance with the statement of recommended practice, 'Accounting and Reporting by Charities' issued by the Charity Commission.
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Approved by order of the board of trustees on 3rd JULY 2023 and signed on its behalf by:


Mr M Wallace - Trustee

Report of the Independent Auditors to the Trustees of Hornchurch Housing Trust

Opinion

We have audited the financial statements of Hornchurch Housing Trust (the 'charity') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of its incoming resources and application of resources, 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 Charities Act 2011.

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

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 the charity'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. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors 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.

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

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Report of the Independent Auditors to the Trustees of Hornchurch Housing Trust

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and the sector in which it operates. We determined that the most significant are those that relate to the reporting framework, the Charities SORP (FRS 102) and the Charities Act 2011.

We understood how the charity is complying with those legal and regulatory frameworks by making enquires of the management and those responsible for governance. We corroborated our enquiries through our review of Board minutes.

We assessed the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur. The primary responsibility for the prevention and detection of irregularities including fraud rests with both those charged with governance of the entity and management.

Our audit procedures in relation to fraud included but were not limited to:

- identifying and gaining an understanding of the internal controls management has in place to prevent and detect fraud;
- understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
- discussing the risks of fraud amongst the engagement team;
- assessing the significant estimates and judgements in the financial statements for possible manipulation or management bias;
- identifying and testing journal entries, in particular any journals indicating large or unusual transactions based on our understanding of the charity;
- assessing the extent of compliance with the relevant laws and regulations.

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 Report of the Independent Auditors.

**Report of the Independent Auditors to the Trustees of
Hornchurch Housing Trust**

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Haines Watts Essex LLP

Haines Watts Essex LLP
Juniper House
Warley Hill Business Park
The Drive
Brentwood
Essex
CM13 3BE

Date:

HORNCHURCH HOUSING TRUST

Statement of Financial Activities for the year ended 31 December 2022

		2022 Unrestricted funds £	2021 Total funds £
Income and endowments from	Notes		
Donations and legacies		250	-
Charitable activities			
Core Activities		310,703	270,155
Investment income	2	94,499	64,882
Total		405,452	335,037
Expenditure on			
Charitable activities			
Core Activities		192,173	255,263
Net gains/(losses) on investments		(202,943)	342,370
NET INCOME		10,336	422,144
Reconciliation of funds			
Total funds brought forward		9,817,647	9,395,503
Total funds carried forward		9,827,983	9,817,647

The notes form part of these financial statements

HORNCHURCH HOUSING TRUST

Balance Sheet 31 December 2022

		2022 Unrestricted funds £	2021 Total funds £
Fixed assets	Notes		
Tangible assets	7	5,471,552	5,436,824
Investments			
Investments	8	3,575,070	3,700,293
Investment property	9	645,000	645,000
		<u>9,691,622</u>	<u>9,782,117</u>
Current assets			
Debtors	10	3,687	2,140
Cash at bank and in hand		144,990	53,458
		<u>148,677</u>	<u>55,598</u>
Creditors			
Amounts falling due within one year	11	(12,316)	(20,068)
Net current assets		<u>136,361</u>	<u>35,530</u>
Total assets less current liabilities		<u>9,827,983</u>	<u>9,817,647</u>
NET ASSETS		<u>9,827,983</u>	<u>9,817,647</u>
Funds	12		
Unrestricted funds		9,827,983	9,817,647
Total funds		<u>9,827,983</u>	<u>9,817,647</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 3rd July 2023 and were signed on its behalf by:


Mr M Wallace - Trustee

HORNCHURCH HOUSING TRUST

Notes to the Financial Statements for the year ended 31 December 2022

1. Accounting policies

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

Going concern

The financial statements have been prepared on a going concern basis.

The trustees have reviewed and considered relevant information, including the annual budget and future cash flows in making their assessment with regard to going concern. Based on these assessments, the trustees have concluded that they can continue to adopt the going concern basis in preparing the annual report and account.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

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

Expenditure

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

Allocation of cost

Costs of a direct nature have been grouped and allocated directly to the activities to which they relate.

Tangible fixed assets

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

Improvements to property	- Straight line over 20 years
Fixtures and fittings	- 20% on cost
Computer equipment	- 15% on reducing balance

Investments

Investments are stated at fair value. The mid-market valuation is included at the balance sheet date and the gain or loss is taken to the Statement of Financial Activities.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

As a charity, Hornchurch Housing Trust is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1998 or S256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

HORNCHURCH HOUSING TRUST

Notes to the Financial Statements - continued for the year ended 31 December 2022

1. Accounting policies - continued

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market value.

Designated funds are unrestricted funds "ring fenced" by the Management Committee for particular purposes.

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

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

Financial instruments

Financial assets and financial liabilities are recognised in the balance sheet when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Trade and other debtors and creditors are classified as basic financial instruments and measured at initial recognition at transaction price.

Cash and cash equivalents are classified as basic financial instruments and comprise cash in hand and at bank.

2. Investment income

	2022	2021
	£	£
Dividends receivable	94,444	64,851
Deposit account interest	55	31
	<u>94,499</u>	<u>64,882</u>

3. Trustees' remuneration and benefits

Trustees' remuneration and benefits for the year ended 31 December 2022 were £nil (2021: £nil).

Trustees' expenses

Trustees' expenses for the year ended 31 December 2022 were £nil (2021 - £nil).

4. Staff costs

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

	2022	2021
Administration	<u>2</u>	<u>3</u>

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

HORNCHURCH HOUSING TRUST

Notes to the Financial Statements - continued for the year ended 31 December 2022

5. Comparatives for the statement of financial activities

	Unrestricted funds £
Income and endowments from	
Charitable activities	
Core Activities	270,155
Investment income	64,882
Total	335,037
Expenditure on	
Charitable activities	
Core Activities	255,263
Net gains on investments	342,370
NET INCOME	422,144
Reconciliation of funds	
Total funds brought forward	9,395,503
Total funds carried forward	9,817,647

6. Auditors' remuneration

	2022 £	2021 £
Fees payable to the charity's auditors for audit of the charity's financial statements	6,100	5,700
Fees payable to the charity's auditors for accountancy services	2,660	2,100
	8,760	7,800

HORNCHURCH HOUSING TRUST

Notes to the Financial Statements - continued for the year ended 31 December 2022

7. Tangible fixed assets

	Freehold property £	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
Cost or valuation					
At 1 January 2022	5,235,000	225,867	157,203	834	5,618,904
Additions	-	50,309	-	-	50,309
At 31 December 2022	5,235,000	276,176	157,203	834	5,669,213
Depreciation					
At 1 January 2022	-	26,100	155,414	566	182,080
Charge for year	-	15,184	357	40	15,581
At 31 December 2022	-	41,284	155,771	606	197,661
Net book value					
At 31 December 2022	5,235,000	234,892	1,432	228	5,471,552
At 31 December 2021	5,235,000	199,767	1,789	268	5,436,824

Cost or valuation at 31 December 2022 is represented by:

	Freehold property £	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
Valuation in 2020	4,626,095	-	-	-	4,626,095
Cost	608,905	276,176	157,203	834	1,043,118
	5,235,000	276,176	157,203	834	5,669,213

8. Fixed asset investments

	2022 £	2021 £
Improvements to property Shares	2,685,180	2,817,380
Other	889,890	882,913
	3,575,070	3,700,293

Additional information as follows:

	Listed investments £
Market value	
At 1 January 2022	2,817,380
Additions	155,336
Disposals	(100,369)
Revaluations	(187,167)
At 31 December 2022	2,685,180
Net book value	
At 31 December 2022	2,685,180
At 31 December 2021	2,817,380

HORNCHURCH HOUSING TRUST

Notes to the Financial Statements - continued for the year ended 31 December 2022

8. Fixed asset investments - continued

There were no investment assets outside the UK.

Cost or valuation at 31 December 2022 is represented by:

	Listed investments £
Valuation in 2022	500,957
Cost	2,184,223
	<u>2,685,180</u>

Investments (neither listed nor unlisted) were as follows:

	2022 £	2021 £
Other investments	882,913	768,679
Additions	32,827	37,599
Revaluations	(25,850)	76,635
	<u>889,890</u>	<u>882,913</u>

9. Investment property

	£
Fair value	
At 1 January 2022	
and 31 December 2022	645,000
Net book value	
At 31 December 2022	645,000
At 31 December 2021	645,000

The fair value of investment property is based on a valuation by an independent professionally qualified valuer who has recent experience in the location and class of the investment property being valued.

10. Debtors: amounts falling due within one year

	2022 £	2021 £
Prepayments and accrued income	3,687	2,140

HORNCHURCH HOUSING TRUST

Notes to the Financial Statements - continued for the year ended 31 December 2022

11. Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	2,973	4,064
Taxation and social security	-	763
Other creditors	9,343	15,241
	<u>12,316</u>	<u>20,068</u>

12. Movement in funds

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	9,817,647	10,336	9,827,983
TOTAL FUNDS	<u>9,817,647</u>	<u>10,336</u>	<u>9,827,983</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	405,452	(192,173)	(202,943)	10,336
TOTAL FUNDS	<u>405,452</u>	<u>(192,173)</u>	<u>(202,943)</u>	<u>10,336</u>

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	9,395,503	422,144	9,817,647
TOTAL FUNDS	<u>9,395,503</u>	<u>422,144</u>	<u>9,817,647</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	335,037	(255,263)	342,370	422,144
TOTAL FUNDS	<u>335,037</u>	<u>(255,263)</u>	<u>342,370</u>	<u>422,144</u>

Unrestricted funds include fair value reserve of £4,979,038 (2021: £5,167,928)

HORNCHURCH HOUSING TRUST

Notes to the Financial Statements - continued for the year ended 31 December 2022

13. Related party disclosures

During the previous year consultancy work was undertaken by B Marjoram, former Interim Director of Housing for the London Borough of Havering (LBH), in connection with facilitating the provision of services by LBH under the terms of a Corporate Services Agreement and a Housing Agreement. The total cost of these services during the year to 31 December 2022 was £nil (2021:£33,453).

HORNCHURCH HOUSING TRUST

Detailed Statement of Financial Activities for the year ended 31 December 2022

	2022 £	2021 £
Income and endowments		
Donations and legacies		
Donated services and facilities	250	-
Investment income		
Dividends receivable	94,444	64,851
Deposit account interest	55	31
	<u>94,499</u>	<u>64,882</u>
Charitable activities		
Weekly maintenance & ancillary charges	308,928	268,305
Ground rents	1,775	1,850
	<u>310,703</u>	<u>270,155</u>
Total incoming resources	405,452	335,037
Expenditure		
Charitable activities		
Repairs and maintenance	66,413	86,214
Insurance	4,018	4,876
Property utilities	10,116	7,901
Accountancy	8,760	7,800
Helpline service	2,746	2,633
Personnel cost	55,429	63,860
Cost of generating funds	9,409	9,287
	<u>156,891</u>	<u>182,571</u>
Support costs		
Management		
Office costs	3,683	2,586
Gifts and benevolence	4,376	2,809
Legal and consultancy	10,165	55,512
Sundries	492	213
Subscriptions	873	555
Depreciation	15,582	10,916
	<u>35,171</u>	<u>72,591</u>
Finance		
Bank charges	111	101
Total resources expended	192,173	255,263
Net income before gains and losses	213,279	79,774
Realised recognised gains and losses		
Carried forward	213,168	79,673

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HORNCHURCH HOUSING TRUST

Detailed Statement of Financial Activities for the year ended 31 December 2022

	2022 £	2021 £
Realised recognised gains and losses		
Brought forward	213,168	79,673
Net gains/(losses) on investments	<u>(202,943)</u>	<u>342,370</u>
Net income	<u>10,336</u>	<u>422,144</u>

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