

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
YOUR AMBITION**

Goldwyns Limited
Statutory Auditors and Chartered Accountants
Rutland House
90-92 Baxter Avenue
Southend on Sea
Essex
SS2 6HZ

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FOR THE YEAR ENDED 31 MARCH 2022**

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YOUR AMBITION

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 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

Objectives and aims

Updated in November 2020, the charity's objects are restricted specifically, and only for the public benefit, to promote and provide for the advancement of education, training, employment, rehabilitation, personal development and physical and mental well-being of adults and young people, directly or through third parties, including through social and community integration and activities.

Significant activities

The trustees actively seek to support suitable projects that they consider will achieve the charity's objectives. Currently the charity is supporting accommodation services for women who have been in the criminal justice system through Eden House. In the past, the charity has successfully provided public match funding for European Social Fund projects and would support further projects under the UK Shared Prosperity Fund if similar opportunities arose. The charity has also sought to support community recreational sports organisations where such support is consistent with the charity's objectives.

Public benefit

The Charity Commission states that the key principle of public benefit is that there must be an identifiable benefit that must accrue to the public, or to a section of the public. The trustees consider that the work of the charity which is set out under the above objectives and aims is in accordance with this key principle.

Funding and related activity

The charity's main source of income in the period was from the Ministry of Justice contract for Eden House, the female Independent Approved Premises in Bristol. These services are delivered by Seetec Business Technology Centre Limited on the Charity's behalf with the income being used to fund delivery.

STRATEGIC REPORT

Achievement and performance

Charitable activities

On 6 November 2020, the charity entered into an agreement with the Ministry of Justice to provide 26 bed spaces to female offenders at Eden House, Bristol, a new Independent Approved Premise. Approved premises contribute to the delivery of HM Prison and Probation Service's key objectives and outcomes, including preventing victims by changing lives, reducing reoffending and protecting the public.

Eden House provides a safe, secure, and structured environment, to enable the close monitoring and supervision of residents leaving prison or other parts of the criminal justice system. The specialist monitoring and support at Eden House reduces the risk of re-offending and harm, promotes rehabilitation and wherever possible, helps residents return and reintegrate into their local community.

Eden House opened for residents in June 2021 with a phased ramp up in occupancy. Due to ongoing Covid-19 restrictions, since opening it has operated as a 22-bed facility with the 4 double rooms operating on a single occupancy basis. To date Eden House has supported a total of 150 residents.

Monthly operational meetings and quarterly contract management meetings are used as a mechanism to ensure services are being delivered in line with contractual agreements and risk (including risk of harm and public protection) is being managed effectively. Contract performance is measured on several key performance indicators (KPIs) including bed availability, policy and practice, provision of purposeful activity, incident reporting, ongoing improvement, continuous occupancy management and resident supervision and engagement. Eden House consistently achieves 100% against these KPIs.

YOUR AMBITION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

STRATEGIC REPORT

Achievement and performance

Charitable activities (continued)

As a new Approved Premise, achieving and maintaining full occupancy has been a challenge and the team have invested considerable time engaging the female prison estate, probation practitioners and other key stakeholders to raise awareness of Eden House and the support that it can offer. Eden House is developing a strong reputation for their willingness and ability to accept residents that other Approved Premises are not able to accommodate. As a result, there has been additional investment in specialist room adaptations to respond to and accommodate the needs of residents.

Residents at Eden House engage in trauma-informed therapy and an extensive range of purposeful structured activities that can help them build their self-esteem, reconnect with their family, find work and a permanent home. The team at Eden House prides itself on their approach to regularly introducing new activities in response to feedback from residents. Other resources, such as access to the HMPPS CFO funded Activity Hub also provides residents with an even greater range of activities designed to support these positive outcomes.

Eden House works closely with the local Police, health services and Probation Service as well as a wide range of local community groups. Feedback from commissioners, stakeholders and residents on the Eden House operating model and ethos has been incredibly positive. On several occasions, residents whose circumstances have meant that a recall to custody has been necessary have expressed a desire to return to Eden House at the appropriate time, testament to the impact the team and facility is having on residents. Resident feedback includes 'Lovely staff made to feel welcome, really helped me to prepare for the next chapter of my life' and 'I started off anxious arriving here from prison, but I settled in as I got to know everyone. Staff are lovely and supportive'. This is supported by feedback from professional stakeholders for example from a probation officer: 'this was one of the longest periods she has spent anywhere for a long time which goes to show that you do really good work'

Investment policy and objectives

Under its constitution, the trustees of the charity have discretion to invest in any way that they consider to be appropriate. The fixed asset investments were donated to the charity at inception to provide ongoing investment income. The charity's cash reserves are held on short-notice deposit to balance the need for investment return with the need for available funds to support any suitable match funding or commissioned projects that may arise, and to advance grants to organisations whose activities fall within the charity's objectives.

Financial review

Financial position

The trustees consider the charity's financial position at the balance sheet date, as set out in the attached financial statements, to be satisfactory.

Investment policy and objectives

Under its constitution, the trustees of the charity have discretion to invest in any way that they consider to be appropriate. The fixed asset investments were donated to the charity at inception to provide ongoing investment income. The charity's cash reserves are held on short-notice deposit to balance the need for investment return with the need for available funds to support any suitable match funding projects that may arise, and to advance grants to organisations whose activities fall within the charity's objectives.

Reserves policy

The trustees consider the charity's reserves to be consistent with the trustees' wish to attract further public matched funding and commissioned projects which require readily available liquid funds, and to provide donations to other suitable organisations as they are identified. Cash reserves at the balance sheet date amounted to £385,141.

YOUR AMBITION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

STRATEGIC REPORT

Future plans

The Board of Trustees intend to continue to seek and support specific projects directly and in partnership with other organisations that involve the education, training, employment, rehabilitation, personal development and physical and mental well-being of adults and young people.

In the current fiscal and economic landscape, increasing pressures on public spending is directly impacting on access to services for the individuals the charity works with. With a desire to expand its reach, impact and reposition the organisation, the Board of Trustees is currently exploring proposals to achieve this, including increasing its involvement in:

- a) accommodation and social housing support, specifically building on the work and impact achieved at Eden House with a step down / move on accommodation facility to address recognised gaps in currently available support;
- b) other commissioned services across employment, education and rehabilitation that are linked to the social value objectives of the charity, and which complement and add value to the core services of key delivery partners; and
- c) governance models for funding distribution which use delivery partner, employee and service user voice, insight and lived experience to direct funds where impact will be maximised for individuals and communities.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is constituted as a company limited by guarantee, as defined by the Companies Act 1985, and is therefore governed by its Memorandum and Articles of Association. It is registered as a charity with the Charity Commission.

Recruitment and appointment of new trustees

The Board of Trustees may comprise not less than two trustees and not more than six. The Board of Trustees may from time to time appoint any member of the company as a trustee, provided that the maximum number is not exceeded.

Organisational structure

The current size and operating remit of the charity means that both day to day issues and key decisions can be dealt with by the Board of Trustees. The Board meets as needed to decide the strategic direction the charity should take and set the financial targets going forward. Day to day administration and contract management support has been provided through a consultancy arrangement, which is reviewed on an annual basis by the Board of Trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

01913019 (England and Wales)

Registered Charity number

290702

Registered office

75/77 Main Road
Hockley
Essex
SS5 4RG

Trustees

E D Lee
P A Cooper
R Stephenson

YOUR AMBITION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Company Secretary

Birketts Secretaries Limited

Auditors

Goldwyns Limited
Statutory Auditors and Chartered Accountants
Rutland House
90-92 Baxter Avenue
Southend on Sea
Essex
SS2 6HZ

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Your Ambition for the purposes of company law) 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).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all 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.

AUDITORS

The auditors, Goldwyns Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 11 January 2023 and signed on the board's behalf by:

P A Cooper - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF YOUR AMBITION

Opinion

We have audited the financial statements of Your Ambition (the 'charitable company') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including 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.

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 charitable company 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 charitable company'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.

Prior period

The prior period financial statements were not audited.

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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF YOUR AMBITION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Our 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 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

In order to address the risks of misstatements in respect of irregularities, including fraud, we have:

- obtained an understanding of the key laws and regulations applicable to the charity, including both the Charities Act 2011 and the Companies Act 2006 and applicable taxation legislation;
- assessed the charity's own internal controls and systems for the prevention and detection of irregularities and particularly the control environment within which they operate;
- determined a materiality level and audit approach sufficient to identify most irregularities, including fraud, that may occur;
- considered our own involvement in the preparation of the charity's statutory financial statements and taxation returns;
- conducted audit verification work, on a sample basis, on the key audit areas and risks we have identified; and
- reflected on the outcome of our work, and the likelihood that conclusions drawn may be indicative of other areas of potential irregularity.

We therefore consider our audit approach has been sufficient to detect material irregularities, including fraud.

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 MEMBERS OF YOUR AMBITION

Use of our report

This report is made solely to the charitable company'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 the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

S T Blundell FCA (Senior Statutory Auditor)
for and on behalf of Goldwyns Limited
Statutory Auditors and Chartered Accountants
Rutland House
90-92 Baxter Avenue
Southend on Sea
Essex
SS2 6HZ

12 January 2023

YOUR AMBITION

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities	3				
Eden House		1,045,590	-	1,045,590	-
Investment income	2	63	-	63	309
Total		<u>1,045,653</u>	<u>-</u>	<u>1,045,653</u>	<u>309</u>
EXPENDITURE ON					
Charitable activities	4				
Eden House		1,007,577	-	1,007,577	-
Governance costs		5,312	-	5,312	33,027
Total		<u>1,012,889</u>	<u>-</u>	<u>1,012,889</u>	<u>33,027</u>
NET INCOME/(EXPENDITURE)		32,764	-	32,764	(32,718)
RECONCILIATION OF FUNDS					
Total funds brought forward		1,597,381	-	1,597,381	1,630,099
TOTAL FUNDS CARRIED FORWARD		<u><u>1,630,145</u></u>	<u><u>-</u></u>	<u><u>1,630,145</u></u>	<u><u>1,597,381</u></u>

The notes form part of these financial statements

YOUR AMBITION

BALANCE SHEET 31 MARCH 2022

	Notes	Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	10	520,698	-	520,698	465,166
Investments	11	1,261,261	-	1,261,261	1,261,261
		<u>1,781,959</u>	<u>-</u>	<u>1,781,959</u>	<u>1,726,427</u>
CURRENT ASSETS					
Debtors	12	209,374	-	209,374	-
Cash at bank		385,141	-	385,141	342,760
		<u>594,515</u>	<u>-</u>	<u>594,515</u>	<u>342,760</u>
CREDITORS					
Amounts falling due within one year	13	(465,953)	-	(465,953)	(471,806)
		<u>128,562</u>	<u>-</u>	<u>128,562</u>	<u>(129,046)</u>
NET CURRENT ASSETS					
		<u>1,910,521</u>	<u>-</u>	<u>1,910,521</u>	<u>1,597,381</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>1,910,521</u>	<u>-</u>	<u>1,910,521</u>	<u>1,597,381</u>
CREDITORS					
Amounts falling due after more than one year	14	(280,376)	-	(280,376)	-
		<u>1,630,145</u>	<u>-</u>	<u>1,630,145</u>	<u>1,597,381</u>
NET ASSETS					
		<u>1,630,145</u>	<u>-</u>	<u>1,630,145</u>	<u>1,597,381</u>
FUNDS	15				
Unrestricted funds				1,630,145	1,597,381
TOTAL FUNDS				<u>1,630,145</u>	<u>1,597,381</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 11 January 2023 and were signed on its behalf by:

P A Cooper - Trustee

R Stephenson - Trustee

The notes form part of these financial statements

YOUR AMBITION

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	298,118	437,567
Net cash provided by operating activities		<u>298,118</u>	<u>437,567</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(255,800)	(465,166)
Interest received		63	309
Net cash used in investing activities		<u>(255,737)</u>	<u>(464,857)</u>
Change in cash and cash equivalents in the reporting period		<u>42,381</u>	<u>(27,290)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>342,760</u>	<u>370,050</u>
Cash and cash equivalents at the end of the reporting period		<u><u>385,141</u></u>	<u><u>342,760</u></u>

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022**

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	32,764	(32,718)
Adjustments for:		
Depreciation charges	200,268	-
Interest received	(63)	(309)
Increase in debtors	(209,374)	-
Increase in creditors	274,523	470,594
Net cash provided by operations	<u>298,118</u>	<u>437,567</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank	342,760	42,381	385,141
	<u>342,760</u>	<u>42,381</u>	<u>385,141</u>
Total	<u>342,760</u>	<u>42,381</u>	<u>385,141</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

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.

Charitable activities

Charitable activities include those costs incurred by the charity in the delivery of its activities and services for its beneficiaries.

Governance costs

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

Allocation and apportionment of costs

Resources expended are allocated to the particular activity where the cost relates to that activity. Where applicable, resources expended include any VAT that cannot be recovered.

Tangible fixed assets

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

Property improvements - 33% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities. However, the charity registered for VAT on 6 November 2020, following which it commenced the provision of taxable supplies.

Fund accounting

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

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

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

2. INVESTMENT INCOME

	2022 £	2021 £
Interest received	63	309
	<u>63</u>	<u>309</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	2022 £	2021 £
Contract income Activity Eden House	1,045,590	-
	<u>1,045,590</u>	<u>-</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 5) £	Totals £
Eden House	980,057	27,520	1,007,577
Governance costs	-	5,312	5,312
	<u>980,057</u>	<u>32,832</u>	<u>1,012,889</u>

5. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Eden House	27,520	-	27,520
Governance costs	-	5,312	5,312
	<u>27,520</u>	<u>5,312</u>	<u>32,832</u>

6. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Depreciation - owned assets	200,268	-
	<u>200,268</u>	<u>-</u>

7. AUDITORS' REMUNERATION

	2022 £	2021 £
Fees payable to the charity's auditors and their associates for the audit of the charity's financial statements	2,088	-
	<u>2,088</u>	<u>-</u>

The independent examination for 2021 was undertaken by Goldwyns Limited.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Investment income	309	-	309
EXPENDITURE ON			
Charitable activities			
Governance costs	33,027	-	33,027
NET INCOME/(EXPENDITURE)	(32,718)	-	(32,718)
RECONCILIATION OF FUNDS			
Total funds brought forward	1,630,099	-	1,630,099
TOTAL FUNDS CARRIED FORWARD	1,597,381	-	1,597,381

10. TANGIBLE FIXED ASSETS

	Property improvements £
COST	
At 1 April 2021	465,166
Additions	255,800
At 31 March 2022	720,966
DEPRECIATION	
Charge for year	200,268
NET BOOK VALUE	
At 31 March 2022	520,698
At 31 March 2021	465,166

The charity was required to incur substantial set up costs for the mobilisation of the Eden House contract, totalling £720,966 of equipment. It has subsequently recharged the cost of that equipment to the MoJ, who now hold legal title to the same, although the charity retains the ongoing beneficial use and ordinary operational risks associated with ownership. Consequently, this equipment has been capitalised in the accounts of the charity, and depreciated over the term of the contract. The reimbursement by the MoJ has been deferred as a capital grant and is being released to income over the same period. At 31 March 2022 the deferred grants totalled £520,698 (2021 - £nil).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

10. TANGIBLE FIXED ASSETS - continued

Full ownership will pass to the MoJ at the end of the contract.

11. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 April 2021 and 31 March 2022	1,261,261
NET BOOK VALUE	
At 31 March 2022	1,261,261
At 31 March 2021	1,261,261

There were no investment assets outside the UK.

Fixed asset investments at the balance sheet date comprise 100,000 ordinary shares of £0.10 each in Seetec Business Technology Centre Limited.

The investments are stated at their most recent valuation undertaken in March 2017.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
VAT	28,607	-
Prepayments and accrued income	180,767	-
	<u>209,374</u>	<u>-</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	125,388	-
Other creditors	2,280	1,681
Deferred income	240,322	-
Accrued expenses	97,963	470,125
	<u>465,953</u>	<u>471,806</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2022 £	2021 £
Deferred income	280,376	-

15. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	336,220	32,764	368,984
Revaluation reserve fund	1,261,161	-	1,261,161
	1,597,381	32,764	1,630,145
TOTAL FUNDS	1,597,381	32,764	1,630,145

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,045,653	(1,012,889)	32,764
TOTAL FUNDS	1,045,653	(1,012,889)	32,764

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	368,938	(32,718)	336,220
Revaluation reserve fund	1,261,161	-	1,261,161
	1,630,099	(32,718)	1,597,381
TOTAL FUNDS	1,630,099	(32,718)	1,597,381

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	309	(33,027)	(32,718)
TOTAL FUNDS	309	(33,027)	(32,718)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	368,938	46	368,984
Revaluation reserve fund	1,261,161	-	1,261,161
	<u>1,630,099</u>	<u>46</u>	<u>1,630,145</u>
TOTAL FUNDS	<u>1,630,099</u>	<u>46</u>	<u>1,630,145</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,045,962	(1,045,916)	46
	<u>1,045,962</u>	<u>(1,045,916)</u>	<u>46</u>
TOTAL FUNDS	<u>1,045,962</u>	<u>(1,045,916)</u>	<u>46</u>

The revaluation reserve fund is required by the Companies Act 2006 and represents the amount by which the value of investments exceeds their historical cost.

16. RELATED PARTY DISCLOSURES

The charity entered into a subcontractor agreement with Seetec Business Technology Centre Limited ("SBTC"), a company in which it is invested and with common directors, to deliver the services under the charity's Eden House project (its primary source of income).

During the course of the year, the charity incurred £779,789 of costs for direct delivery of this service by SBTC (2021 - £nil) and a further £255,800 for capitalised set up costs (2021 - £nil and £465,166 respectively). At the balance sheet date, the charity owed SBTC £222,131 (2021 - £465,166).