

# VICTORY OUTREACH U.K.

England & Wales · Charity number 291611

## Details

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Other names	VICTORY OUTREACH
Status	Registered
Legal form	Other
Registered	1985-05-14
Register	<a href="#">View on the Charity Commission register</a>

## Contact

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Address	Victory Outreach UK The Bush Hotel High Street Abertillery NP13 1DD
Phone	01495212516
Email	<a href="mailto:ANDREW@VOUK.ORG.UK">ANDREW@VOUK.ORG.UK</a>
Website	<a href="http://www.victoryoutreachuk.com">www.victoryoutreachuk.com</a>

## Activities

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**Objects:** TO PROVIDE A SECURE CHRISTIAN HOME FOR EX-OFFENDERS AND YOUNG PEOPLE, WHO BY REASON OF SOCIAL DISADVANTAGE ARE IN NEED, WITH A VIEW TO REHABILITATING THEM INTO SOCIETY AND TO PROMOTE THE WELFARE OF SUCH PERSONS IN ANY MANNER WHICH IS NOW OR HEREAFTER DEEMED BY LAW TO BE CHARITABLE.

**Activities:** Providing Christian homes for people in need or those through social disadvantage have become homeless. Victory Outreach runs supported housing which includes a holistic approach to rehabilitation , health and well-being .

## Classification

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- **How:** Provides Buildings/facilities/open Space, Provides Services, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Accommodation/housing, Religious Activities, Animals, Other Charitable Purposes
- **Who:** Other Charities Or Voluntary Bodies, Other Defined Groups, The General Public/mankind

## Geography

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- Blaenau Gwent
- Caerphilly
- Cardiff
- City Of Swansea
- Torfaen
- Throughout England

## Finances

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Period end	Income	Expenditure	Assets	Employees
2025-03-31	£104,543	£283,620	-	-
2024-03-31	£83,530	£242,874	-	-
2023-03-31	£294,636	£248,006	-	-
2022-03-31	£214,860	£257,596	-	-
2021-03-31	£220,535	£317,341	-	-

## Trustees

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Name	Role	Appointed
Andrew Parsons		2021-12-22
JOHN TERENCE WILLIAMS		2018-09-29
Joshua Akande Isaiah		2025-01-15

**VICTORY OUTREACH U.K.**

England & Wales - Charity number 291611

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# Accounts

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Registered Office  
Victory Outreach UK  
Bush Hotel, High Street,  
Abertillery, Gwent,  
NP13 1DD  
Tel: 01495 212516 Fax: 01495 212571  
Web: [www.victoryoutreachuk.com](http://www.victoryoutreachuk.com)  
Email: [office@vouk.org.uk](mailto:office@vouk.org.uk)



## **TRUSTEES REPORT FOR THE YEAR ENDING 31<sup>ST</sup> MARCH 2025**

The Trustees present their annual report and financial statements for the year ending 31<sup>st</sup> March 2025.

The objectives of the Charity as contained in the constitution are:

- To provide a secure Christian home for ex-offenders and those excluded by social disadvantage.
- To offer rehabilitation.
- To offer holistic treatment through both practical and spiritual programs.
- To help prepare clients back into society.
- To alleviate poverty.

The main activities undertaken in relation to those purposes are detailed throughout this report.

### **Home updates**

The support for legal migrants from Africa is continuing and providing much needed housing for a number of families within The Bush hotel and Rohilla `house in Cwmbran.

### **The Bush Hotel**

We have two families occupying the Bush Hotel totaling 8 occupants. Without both our supporters and the charities help, both these families and several other families would have been facing homelessness and be unable to complete their studies to become established in the UK, many of whom are now employed with visa sponsorships.

### **Woodside Lodge**

Extensive internal renovations continue leaving about half of the property close to completion, a new larger boiler is now needed to accommodate the additional ensuites, along with complete interior furnishings are now planned.

### **Rohilla House**

One family of five and a single tenant remain in the home and will continue to until we have suitable staff to then populate the home back for rehabilitation / housing support services.

### **Overall property maintenance**

All certification on all homes is completed, and we are compliant with hmo license. The Bush Hotel is now in need of a roof repair that is undergoing an inspection and quotation.

### **VOUK finances**

We continue to drop each month due to low resident occupation and non-housing benefit users. Our legal consultant was successful in overturning the unlawful decision by Caerphilly Council to stop our housing benefit access for Woodside Lodge. We are still attempting to claim back £6k in back rent from this period.

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### **CHAIRMANS OF THE TRUSTEES REPORT 2024-25**

Chairmans report for the work of Victory Outreach UK for the last financial year ending 31<sup>st</sup> March 2025.

We are grateful for the support we receive from our donors who support the work which is being done and of each generous gift we receive. It is only with the faithfulness and generosity of so many that the work continues, it has been a joy to report the continued valuable work the charity is involved in.

The importance of following the Charity Commission guidance is a paramount feature. Obtaining and maintaining the required legal certification is equally important and sometimes costly.

Extensive internal renovations are continuing at Woodside Lodge, and we are believing for additional increased donations to assist in the completion.

We were sad to hear that Pastor Robert Hart decided to retire from being Chairman and Trustee, his tireless efforts over many years have been a great blessing and his service will be greatly missed.

This report is submitted on behalf of the Trustees of Victory Outreach UK.

Andrew Parsons  
Chairman of the board of Trustees of Victory Outreach UK

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#### **CHARITY GOVERNANCE,**

The Charity is overseen by a committee of trustees who are elected by the appointment of the existing trustees. The committee shall consist of no less than three and no more than seven trustees. A trustee may be a paid employee, and trustees hold office for a one-year period after which reappointment must be sought. The trustees must meet a minimum of twice per year

The trustees act as caretakers of the charity and with the Director verify that its goals and objectives are carried out. They also have the power to appoint a Director to whom is delegated the day to day running of the charity , the raising of funds and the obtaining of grants and donations and to hold the Director responsible to work within the established policies and procedures , and to apply such funds as is necessary to carry out the work of the Charity .

#### **STRUCTURE AND MANAGEMENT**

The managers shall exercise a general supervision over the property and the residents for the purpose of seeing that the rooms are kept clean and in proper order. The managers shall keep records of all residents within each home and provide all housing benefit support and basic administration.  
All resident applications will ultimately be signed off by the Director with assistance from the managers.

The director shall provide leadership and vision to the charity and establish and change the governance and administration of the charity as and when required.

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### **BUDGET 2025-2026 PROJECTED INCOME**

#### **THE BUSH HOTEL**

Average 12 month  
Occupancy rate £500.00 per month total 2 rooms = £12,000.00

#### **WOODSIDE LODGE**

Average 12 month  
Occupancy rate £1,100.00 per month total expected 8 residents = £105,600.00

#### **ROHILLA HOUSE**

Average 12 month  
Occupancy rate expected £500.00 per month total expected 5 rooms = £30,000.00

**TOTAL YEARLY INCOME = £147600.00**  
**CHARITABLE DONATIONS PUBLIC = £ 25,000.00**  
**TOTAL COMBINED 12 MONTH = £172,600.00**

### **EXPENDITURE**

#### **Salaries 12 month**

Rebekah Parsons – accounts assistant =£7800.00  
Susan Parsons – accounts manager = £244.44  
Andrew Parsons – Director = £345.84  
**Total salaries 12 month =£8,390.28**

#### **Expenses 12 months**

Utilities = £25890.80  
Telephone = £4830.00  
Vehicle & transport = £4212.97  
Food bill = £2625.00  
Administration = £6889.41  
Repairs and maintenance = £13125.00  
Insurance = £13652.97  
Council payments = £14257.04  
Taxes = £12082.43

**Total expenditure 12 month = 97,565.62**

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CHARITY REGISTRATION NUMBER: 291611

**Victory Outreach UK**  
**Unaudited Financial Statements**  
**31 March 2025**

**WALTER HUNTER & CO LIMITED**

Chartered accountants  
24 Bridge Street  
Newport  
South Wales  
NP20 4SF

# Victory Outreach UK

## Financial Statements

Year ended 31 March 2025

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# Victory Outreach UK

## Trustees' Annual Report

### Year ended 31 March 2025

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The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2025.

#### Chair's report

Chairmans report for the work of victory outreach UK for the last financial year ending on 31st March 2025

We are grateful for the support we receive from our donors who support the work which is being done and of each generous gift we receive. It is only with the faithfulness and generosity of so many that the work continues, it has been a joy to report the continued valuable work the charity is involved in.

The importance of following the Charity Commission guidance is a paramount feature. Obtaining and maintaining the required legal certification is equally important and sometimes costly.

Extensive internal renovations are continuing at Woodside Lodge, and we are believing for additional increased donations to assist in the completion.

We were sad to hear that Pastor Robert Hart decided to retire from being Chairman and Trustee, his tireless efforts over the many years have been a great blessing and his service will be greatly missed.

This report is submitted on behalf of the Trustees of Victory Outreach UK.

#### Reference and administrative details

**Registered charity name** Victory Outreach UK

**Charity registration number** 291611

**Principal office** The Bush Hotel  
High Street  
Abertillery  
NP13 1DD

#### The trustees

Apostle J Acanda (Appointed 15 January 2025)  
Mr R Hart (Resigned 7 April 2025)  
Mr A Parsons  
Mr J Williams

**Independent examiner** Mr Jonathan Rhodes BSc BFP FCA  
24 Bridge Street  
Newport  
South Wales  
NP20 4SF

# Victory Outreach UK

## Trustees' Annual Report *(continued)*

Year ended 31 March 2025

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### Structure, governance and management

The Charity is overseen by a committee of trustees who are elected by the appointment of the existing trustees. The committee shall consist of no less than three and no more than seven trustees. A trustee may be a paid employee, and trustees hold office for a one-year period after which reappointment must be sought. The trustees must meet a minimum of twice per year.

The trustees act as caretakers of the charity and with the Director verify that its goals and objectives are carried out. They also have the power to appoint a Director to whom is delegated the day to day running of the charity, the raising of funds and the obtaining of grants and donations and to hold the Director responsible to work within the established policies and procedures, and to apply such funds as is necessary to carry out the work of the Charity.

The managers shall exercise a general supervision over the property and the residents for the purpose of seeing that the rooms are kept clean and in proper order. The managers shall keep records of all residents within each home and provide all housing benefit support and basic administration. All resident applications will ultimately be signed off by the Director with assistance from the managers.

The director shall provide leadership and vision to the charity and establish and change the governance and administration of the charity as and when required.

### Objectives and activities

The objects of the charity as contained in the Constitution are:

- To provide a secure Christian home for ex-offenders and those excluded by social disadvantage.
- To offer rehabilitation.
- To offer holistic treatment through both practical and spiritual programs,
- To help prepare clients back into society,
- To alleviate poverty.

The main activities undertaken in relation to those purposes are detailed throughout this report.

### Public Benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefits when reviewing our aims and objectives and in the planning of our future activities in particular the trustees consider how planned activities will contribute to the aims and objectives of the charity.

The main activities undertaken to further the charity's purposes for public benefit are detailed through the report.

# Victory Outreach UK

## Trustees' Annual Report *(continued)*

Year ended 31 March 2025

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### Achievements and performance

#### Home updates

The support for legal migrants from Africa is continuing and providing much needed housing for a number of families within The Bush Hotel and Rohilla house in Cwmbran.

#### The Bush Hotel

We have two families occupying the Bush Hotel totalling 8 occupants. Without both our supporters and the charities help, both these families and several other families would have been facing homelessness and be unable to complete their studies to become established in the UK, many of whom are now employed with visa sponsorships.

#### Woodside Lodge

Extensive internal renovations continue leaving about half of the property close to completion, a new larger boiler is now needed to accommodate the additional en-suites, along with complete interior furnishings are now planned.

#### Rohilla House

One family of five and a single tenant remain in the home and will continue to until we have suitable staff to then populate the home back for rehabilitation / housing support services.

#### Overall property maintenance

All certification on all homes is completed, and we are compliant with HMO license. The Bush Hotel is now in need of a roof repair that is undergoing an inspection and quotation.

#### VOUK Finances

Our legal consultant was successful in overturning the unlawful decision by Caerphilly Council to stop our housing benefit access for Woodside Lodge. We are still attempting to claim back £6k in back rent from this period.

#### Financial review

At the year end the charity had unrestricted reserves of £855,704 (2024: £1,034,781), consisting of; cash at bank and in hand £25,629 (2024:£155,412), debtors of £3,052 (2024: £495), investments in subsidiaries of £Nil (2024: £100), fixed assets of £999,005 (2024: £1,019,487) and creditors of £171,982 (2024: £140,713). The free reserves of the charity totalled £21,795 (2024: £15,294). The charity made an unrestricted deficit of £179,077 (2024: £242,874).

#### Events after the end of the reporting period

Particulars of events after the reporting date are detailed in note 23 to the financial statements.

The trustees' annual report was approved on 4 March 2026 and signed on behalf of the board of trustees by:



Mr A Parsons  
Trustee

# Victory Outreach UK

## Independent Examiner's Report to the Trustees of Victory Outreach UK

Year ended 31 March 2025

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I report to the trustees on my examination of the financial statements of Victory Outreach UK ('the charity') for the year ended 31 March 2025.

### 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

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.

*J Rhodes*

Mr Jonathan Rhodes BSc BFP FCA  
Independent Examiner

24 Bridge Street  
Newport  
South Wales  
NP20 4SF

4 March 2026

# Victory Outreach UK

## Statement of Financial Activities

Year ended 31 March 2025

		2025		2024
	Note	Unrestricted funds £	Total funds £	Total funds £
<b>Income and endowments</b>				
Donations and legacies	4	54,401	54,401	28,489
Charitable activities	5	48,064	48,064	41,953
Investment income	6	2,078	2,078	3,117
Other income	7	—	—	9,971
<b>Total income</b>		<u>104,543</u>	<u>104,543</u>	<u>83,530</u>
<b>Expenditure</b>				
Expenditure on charitable activities	8,9	<u>283,620</u>	<u>283,620</u>	<u>326,404</u>
<b>Total expenditure</b>		<u>283,620</u>	<u>283,620</u>	<u>326,404</u>
<b>Net expenditure and net movement in funds</b>		<u>(179,077)</u>	<u>(179,077)</u>	<u>(242,874)</u>
<b>Reconciliation of funds</b>				
Total funds brought forward		1,034,781	1,034,781	1,277,655
<b>Total funds carried forward</b>		<u>855,704</u>	<u>855,704</u>	<u>1,034,781</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 7 to 15 form part of these financial statements.

# Victory Outreach UK

## Statement of Financial Position

31 March 2025

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	Note	2025 £	2024 £
<b>Fixed assets</b>			
Tangible fixed assets	15	999,005	1,019,487
Investments	16	—	100
		<u>999,005</u>	<u>1,019,587</u>
<b>Current assets</b>			
Debtors	17	3,052	495
Cash at bank and in hand		25,629	155,412
		<u>28,681</u>	<u>155,907</u>
<b>Creditors: amounts falling due within one year</b>	18	<u>6,886</u>	<u>140,713</u>
<b>Net current assets</b>		<u>21,795</u>	<u>15,194</u>
<b>Total assets less current liabilities</b>		1,020,800	1,034,781
<b>Creditors: amounts falling due after more than one year</b>	19	<u>165,096</u>	<u>—</u>
<b>Net assets</b>		<u>855,704</u>	<u>1,034,781</u>
<b>Funds of the charity</b>			
Unrestricted funds		855,704	1,034,781
<b>Total charity funds</b>	21	<u>855,704</u>	<u>1,034,781</u>

These financial statements were approved by the board of trustees and authorised for issue on 4 March 2026, and are signed on behalf of the board by:

Mr A Parsons  
Trustee

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The notes on pages 7 to 15 form part of these financial statements.

# Victory Outreach UK

## Notes to the Financial Statements

Year ended 31 March 2025

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### 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 The Bush Hotel, High Street, Abertillery, NP13 1DD.

### 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.

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.

#### Income tax

The charity is exempt from tax on its charitable activities.

#### 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.

# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2025

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#### 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.

##### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2025

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#### 3. Accounting policies *(continued)*

##### 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:

Freehold property	-	2% p.a. straight line no depreciation applied to land
Motor vehicles	-	20% p.a. straight line
Office equipment	-	20% p.a. straight line

##### Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

##### 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

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, 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.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

##### 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.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

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### 4. Donations and legacies

	Unrestricted Funds £	<b>Total Funds 2025 £</b>	Unrestricted Funds £	Total Funds 2024 £
<b>Donations</b>				
Donations	39,953	39,953	28,097	28,097
Gift aid	14,448	14,448	392	392
	<u>54,401</u>	<u>54,401</u>	<u>28,489</u>	<u>28,489</u>

### 5. Charitable activities

	Unrestricted Funds £	<b>Total Funds 2025 £</b>	Unrestricted Funds £	Total Funds 2024 £
Housing benefit and rental income	<u>48,064</u>	<u>48,064</u>	<u>41,953</u>	<u>41,953</u>

### 6. Investment income

	Unrestricted Funds £	<b>Total Funds 2025 £</b>	Unrestricted Funds £	Total Funds 2024 £
Bank interest receivable	<u>2,078</u>	<u>2,078</u>	<u>3,117</u>	<u>3,117</u>

### 7. Other income

	Unrestricted Funds £	<b>Total Funds 2025 £</b>	Unrestricted Funds £	Total Funds 2024 £
Gain on disposal of tangible fixed assets held for charity's own use	–	–	3,245	3,245
Other income	–	–	6,726	6,726
	<u>–</u>	<u>–</u>	<u>9,971</u>	<u>9,971</u>

### 8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	<b>Total Funds 2025 £</b>	Unrestricted Funds £	Total Funds 2024 £
Staff costs	11,988	11,988	119,418	119,418
Rehabilitation costs	93,697	93,697	86,586	86,586
Depreciation	44,641	44,641	49,368	49,368
Support costs	133,280	133,280	71,032	71,032
	<u>283,606</u>	<u>283,606</u>	<u>326,404</u>	<u>326,404</u>

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# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

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### 9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2025	Total fund 2024
	£	£	£	£
Staff costs	11,988	91,690	103,678	190,450
Rehabilitation costs	93,697	41,590	135,287	86,586
Depreciation	44,641	–	44,641	49,368
	<u>150,326</u>	<u>133,280</u>	<u>282,766</u>	<u>326,404</u>

### 10. Analysis of support costs

	Staff costs	Rehabilitation costs	Total 2025	Total 2024
	£	£	£	£
Staff costs	91,690	–	91,690	29,855
General office	–	32,566	32,566	32,197
Governance costs	–	595	595	–
Professional fees	–	2,919	2,919	4,521
Accountancy fees	–	5,510	4,670	4,459
	<u>91,690</u>	<u>41,590</u>	<u>133,280</u>	<u>71,032</u>

### 11. Net expenditure

Net expenditure is stated after charging/(crediting):

	2025	2024
	£	£
Depreciation of tangible fixed assets	44,641	49,368
Gains on disposal of tangible fixed assets	–	(3,245)

### 12. Independent examination fees

	2025	2024
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>4,320</u>	<u>3,600</u>

# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2025

---

#### 13. Staff costs

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

	<b>2025</b>	2024
	<b>£</b>	£
Wages and salaries	97,955	129,853
Social security costs	–	15,952
Employer contributions to pension plans	379	3,468
	<u>98,334</u>	<u>149,273</u>

The average head count of employees during the year was 3 (2024: 3).

No employee received employee benefits of more than £60,000 during the year (2024: 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 £91,690 (2024: £135,599).

#### 14. Trustee remuneration and expenses

No trustees were reimbursed for expenses (2024: no trustees were reimbursed for expenses).

1 trustee was remunerated £60,238 (2024: £84,785) for paid employment as an employee of the charity.

#### 15. Tangible fixed assets

	Freehold property £	Motor vehicles £	Office equipment £	<b>Total £</b>
<b>Cost</b>				
At 1 April 2024	1,504,103	41,050	154,968	1,700,121
Additions	–	20,500	3,659	24,159
<b>At 31 March 2025</b>	<u>1,504,103</u>	<u>61,550</u>	<u>158,627</u>	<u>1,724,280</u>
<b>Depreciation</b>				
At 1 April 2024	512,001	41,050	127,583	680,634
Charge for the year	30,082	342	14,217	44,641
<b>At 31 March 2025</b>	<u>542,083</u>	<u>41,392</u>	<u>141,800</u>	<u>725,275</u>
<b>Carrying amount</b>				
<b>At 31 March 2025</b>	<u>962,020</u>	<u>20,158</u>	<u>16,827</u>	<u>999,005</u>
At 31 March 2024	<u>992,102</u>	–	<u>27,385</u>	<u>1,019,487</u>

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# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2025

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#### 16. Investments

	Shares in group undertakings £
<b>Cost or valuation</b>	
At 1 April 2024	100
Additions	—
Disposals	(100)
<b>At 31 March 2025</b>	<u>—</u>
<b>Impairment</b>	
<b>At 1 April 2024 and 31 March 2025</b>	<u>—</u>
<b>Carrying amount</b>	
<b>At 31 March 2025</b>	<u>—</u>
At 31 March 2024	<u>100</u>

All investments shown above are held at valuation.

Shares in group undertakings represents 100 ordinary shares in the subsidiary Work Force Rehab Limited, company number 10043967. The company dissolved on 30th July 2024.

#### 17. Debtors

	2025	2024
	£	£
Amounts owed by group undertakings	—	495
Other debtors	3,052	—
	<u>3,052</u>	<u>495</u>

# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

### Year ended 31 March 2025

#### 18. Creditors: amounts falling due within one year

	2025 £	2024 £
Accruals and deferred income	6,886	5,701
Other creditors	—	135,012
	<u>6,886</u>	<u>140,713</u>

Other creditors of £NIL (2024: £135,012) relate to accrued employee remuneration owed for the current year and previous years.

#### 19. Creditors: amounts falling due after more than one year

	2025 £	2024 £
Other creditors	165,096	—
	<u>165,096</u>	<u>—</u>

Other creditors of £165,096 (2024: £NIL) relate to accrued employee remuneration owed for the current year and previous years.

#### 20. 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 £379 (2024: £3,468).

#### 21. Analysis of charitable funds

##### Unrestricted funds

	At 1 April 2024 £	Income £	Expenditure £	Transfers £	At 31 March 2025 £
General funds	15,294	104,543	(238,979)	(24,159)	(143,301)
Fixed Asset Fund	1,019,487	—	(44,641)	24,159	999,005
	<u>1,034,781</u>	<u>104,543</u>	<u>(283,620)</u>	<u>—</u>	<u>855,704</u>

	At 1 April 2023 £	Income £	Expenditure £	Transfers £	At 31 March 2024 £
General funds	218,670	83,530	(279,975)	(6,931)	15,294
Fixed Asset Fund	1,058,985	—	(46,429)	6,931	1,019,487
	<u>1,277,655</u>	<u>83,530</u>	<u>(326,404)</u>	<u>—</u>	<u>1,034,781</u>

# Victory Outreach UK

## Notes to the Financial Statements *(continued)*

Year ended 31 March 2025

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### 22. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2025 £
Tangible fixed assets	999,005	999,005
Investments	—	—
Current assets	21,795	21,795
Creditors greater than 1 year	(165,096)	(165,096)
<b>Net assets</b>	<u>855,704</u>	<u>855,704</u>

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	1,019,487	1,019,487
Investments	100	100
Current assets	15,194	15,194
<b>Net assets</b>	<u>1,034,781</u>	<u>1,034,781</u>

### 23. Post balance sheet events

On 7th April 2025, one of the properties owned by the Charity sold. This will be accounted for in the next financial year.

Registered Office  
Victory Outreach UK  
Bush Hotel, High Street,  
Abertillery, Gwent,  
NP13 1DD  
Tel: 01495 212516 Fax: 01495 212571  
Web: [www.victoryoutreachuk.com](http://www.victoryoutreachuk.com)  
Email: [office@vouk.org.uk](mailto:office@vouk.org.uk)



Mr Jonathan Rhodes BSc (Hons) FCA  
Walter Hunter & Co Limited  
Chartered Accountants  
24 Bridge Street  
Newport  
NP20 4SF

4 March 2026

Dear Sir,

During the course of your independent examination of the financial statements of the charity for the year ended 31 March 2025, the following representations were made to you by management and trustees.

1. We have fulfilled your responsibilities as trustees under the Charities Act 2011 for preparing financial statements, in accordance with the applicable financial reporting framework, that give a true and fair view and for making accurate representations to us and for the financial statements which we have prepared on your behalf for the charity.
2. We confirm that all accounting records have been made available to you for the purpose of the accounts preparation, in accordance with our terms of engagement, and that all the transactions undertaken by the charity have been properly reflected and recorded in the accounting records. All other records and related information, including minutes of all management, trustees' and members' meetings, have been made available to you.
3. We confirm that significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable.
4. We confirm that all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements have been disclosed to you and accounted for and disclosed in accordance with the applicable financial reporting framework.
5. We confirm that there had been no events since the balance sheet date which require disclosure or which would materially affect the amounts in the financial statements, other than those already disclosed or included in the financial statements.
6. We confirm that we are aware that a related party of the charity is a person or organisation which either (directly or indirectly) controls, has joint control of, or significantly influences the charity or vice versa and as a result will include: trustees/directors, other key management, close family and other business interests of the previous.
7. We confirm that all related party relationships and transactions have been accounted for and disclosed in accordance with the applicable financial reporting framework.
8. We confirm that the charity has had at no time during the year, any arrangement, transaction or agreement to provide credit facilities (including loans, quasi-loans or credit transactions) for trustees, nor to guarantee nor provide security for such matters.
9. We confirm that the charity has not contracted for any capital expenditure other than as disclosed in the financial statements.

Registered Office  
Victory Outreach UK  
Bush Hotel, High Street,  
Abertillery, Gwent,  
NP13 1DD  
Tel: 01495 212516 Fax: 01495 212571  
Web: www.victoryoutreachuk.com  
Email: office@vouk.org.uk



10. We confirm that we are not aware of any possible or actual instance of non-compliance with those laws and regulations which provide a legal framework within which the charity conducts its activities and which are central to the charity's ability to conduct its activities except as explained to you and as disclosed in the financial statements.
11. We acknowledge our responsibility for the design and implementation of internal controls to prevent and detect fraud. We confirm that we have disclosed to you the results of our own risk assessment that the financial statements may be misstated as a result of fraud.
12. We confirm that there have been no actual or suspected instances of fraud involving trustees, management or employees who have a significant role in internal control or that could have a material effect on the financial statements. We also confirm that we are not aware of any allegations of fraud by former trustees, employees, regulators or others.
13. We confirm that, having considered our expectations and intentions for the next 12 months and the availability of unrestricted reserves, the charity is a going concern.
14. We confirm that all grants, donations and other income, including those subject to special terms or conditions or received for restricted purposes, have been notified to you. There have been no breaches of terms or conditions during the period regarding the application of such income.
15. We confirm that we are not aware of any matters of material significance that should be reported to the Charity Commission.
16. We confirm the following specific representations made to you during the course of your independent examination relating to:
  - a) Other creditors are fairly and accurately stated at £165,096 as at 31 March 2025, representing accrued salaries for all months within the year where full salaries had not been processed and the remaining balance from previous years of £89,465.
  - b) In particular we confirm that the salary is paid for services rendered to the charity and not for acting as a Trustee. The salary is appropriate to the role undertaken and is calculated as the market rate for the services undertaken. The Trustees are confident that the services could not be undertaken to the same level of efficiency or expertise by a third party.

We confirm that the above representations are made on the basis of enquiries of management and staff with relevant knowledge and experience (and, where appropriate of supporting documentation) sufficient to satisfy us that we can properly make each of the above representations to you and that to the best of our knowledge and belief they accurately reflect the representations made to you by the trustees during the course of your independent examination.

Yours faithfully.

A handwritten signature in black ink that reads "A Pearson".

.....  
Signed on behalf of the board of trustees, Victory Outreach UK  
Date 4 March 2026



**Issuer** Walter Hunter

**Document generated** Wed, 4th Mar 2026 12:36:17 GMT

**Document fingerprint** e213cd944cc8d90320bb609ffac83329

### Parties involved with this document

Document processed	Party + Fingerprint
Wed, 4th Mar 2026 16:13:56 GMT	Mr Andrew Peter Parsons - Signer (e0f7d14f2c26235a6791b08ddc85a15c)
Fri, 6th Mar 2026 12:29:15 GMT	Jonathan Rhodes - Signer (0c961f8098635d7e8620d2f792c53994)
Fri, 6th Mar 2026 12:29:15 GMT	Sarah Butler - Copied In (68af9eea47263c897885a48d27a1a8db)

### Audit history log

Date	Action
Wed, 4th Mar 2026 12:36:17 GMT	Envelope generated with fingerprint 7bf7843d7493558559109adc852e3c00 (18.133.63.166)
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Wed, 4th Mar 2026 12:36:17 GMT	Document generated with fingerprint e6b60349bc916d8bf621a6675670865a. (18.133.63.166)
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Wed, 4th Mar 2026 12:36:17 GMT	Jonathan Rhodes has been assigned to this envelope. (18.133.63.166)
Wed, 4th Mar 2026 12:36:17 GMT	Sarah Butler has been assigned to this envelope. (18.133.63.166)
Wed, 4th Mar 2026 12:36:30 GMT	Envelope generated
Wed, 4th Mar 2026 12:36:30 GMT	Sent the envelope to Mr Andrew Peter Parsons for signing
Wed, 4th Mar 2026 12:36:30 GMT	Document emailed to party email
Wed, 4th Mar 2026 15:51:25 GMT	Sent Mr Andrew Peter Parsons a reminder to sign the document. (35.176.231.177)
Wed, 4th Mar 2026 16:11:44 GMT	One-time code has been generated and sent to Mr Andrew Peter Parsons via SMS (mobile number) (81.156.107.114)

Wed, 4th Mar 2026 16:11:55 GMT	Mr Andrew Peter Parsons has been verified via SMS One-time code (81.156.107.114)
Wed, 4th Mar 2026 16:11:55 GMT	Mr Andrew Peter Parsons viewed the envelope (81.156.107.114)
Wed, 4th Mar 2026 16:13:56 GMT	Mr Andrew Peter Parsons signed the envelope (81.156.107.114)
Wed, 4th Mar 2026 16:13:56 GMT	Sent the envelope to Jonathan Rhodes for signing (81.156.107.114)
Wed, 4th Mar 2026 16:13:57 GMT	Document emailed to party email
Fri, 6th Mar 2026 12:27:29 GMT	One-time code has been generated and sent to Jonathan Rhodes via SMS (mobile number) (81.150.186.46)
Fri, 6th Mar 2026 12:28:38 GMT	Jonathan Rhodes has been verified via SMS One-time code (81.150.186.46)
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Fri, 6th Mar 2026 12:29:15 GMT	Jonathan Rhodes signed the envelope (81.150.186.46)
Fri, 6th Mar 2026 12:29:15 GMT	Sent the envelope to Sarah Butler for signing (81.150.186.46)
Fri, 6th Mar 2026 12:29:15 GMT	This envelope has been signed by all parties (81.150.186.46)
Fri, 6th Mar 2026 12:29:16 GMT	Signed document confirmation emailed to party email (81.150.186.46)
Fri, 6th Mar 2026 12:29:16 GMT	Signed document confirmation emailed to party email (81.150.186.46)
Fri, 6th Mar 2026 12:29:16 GMT	Signed document confirmation emailed to party email (81.150.186.46)
Fri, 6th Mar 2026 12:29:16 GMT	Signed document confirmation emails have been sent to all parties. Document URL: <a href="https://api.signable.app/shareable/envelope?t=6cb05975-ea1f-4173-8810-e0e548ffc015">https://api.signable.app/shareable/envelope?t=6cb05975-ea1f-4173-8810-e0e548ffc015</a> (81.150.186.46)
Fri, 6th Mar 2026 12:29:16 GMT	Document emailed to party email

**VICTORY OUTREACH U.K.**

England & Wales - Charity number 291611

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# Accounts

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Charity registration number 291611

**VICTORY OUTREACH U.K.**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2024**

# VICTORY OUTREACH U.K.

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# VICTORY OUTREACH U.K.

## CHAIRMAN'S STATEMENT

***FOR THE YEAR ENDED 31 MARCH 2024***

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### **Chair's Report**

It gives me great pleasure to bring this report on the work of Victory Outreach UK for the last financial year ending 31 March 2024.

Every year has its challenges to achieve the objectives of the charity as laid out in its constitution, and this year has been no different. However, it is with optimism that we face another year.

We are grateful for the support we receive from our donors who support the work which is being done and of each generous gift we receive. It is only with the faithfulness and generosity of so many that the work continues. Financially the year has been very challenging, but it has been a joy to report the valuable work that is being done.

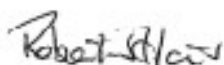
Staffing levels have been maintained and because of this, we have retained the aims and objectives of the charity, following the decision to accommodate families from ethnic backgrounds who were desperate for accommodation.

Keeping abreast with regulations and legislation is important in any business but none more so than when, as we do, deal with vulnerable people. The importance of following the Charity Commission guidance is a paramount feature. Obtaining and maintaining the required legal certification is equally important and sometimes costly. The year continued to see maintenance following storm damage and refurbishment of the buildings, both inside and out and to meet ever changing regulations and standards and invest in the same for the future. The cost of the storm damage has been recovered from our building's insurance.

We are also grateful for volunteers who comply with the charity's policies.

The trustees are grateful to Pastor Andrew Parsons, as Director of VOUK, for continuing to lead the charity forward towards increasing success in the charity's objective of rehabilitating the vulnerable and disadvantaged men and women.

This report is submitted on behalf of the trustees of Victory Outreach UK.



**Robert J Hart**  
**Chairman of the board of trustees of Victory Outreach UK**

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31 MARCH 2024

---

The trustees present their annual report and financial statements for the year ended 31 March 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### Objectives and activities

The objects of the charity as contained in the Constitution are:

- To provide a secure Christian home for ex-offenders and those excluded by social disadvantage.
- To offer rehabilitation.
- To offer holistic treatment through both practical and spiritual programs,
- To help prepare clients back into society,
- To alleviate poverty.

The main activities undertaken in relation to those purposes are detailed throughout this report.

The aims of the charity are to equip clients with their latent skills for introduction to the workplace and to enhance their opportunities to be free of their addictions. To achieve this clients are given regular routine tasks, learning from each other and attending college.

To achieve the above clients receive regular mentoring, teaching and training through holistic disciplines. Success can only be measured by noting the changes in the lives of those who seek help and VOUK have been able to measure its success in seeing both men and women re-establishing themselves back into their families from which they had previously become outcasts, and back into a society of worth where they have secured employment and their own living accommodation.

#### Public Benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefits when reviewing our aims and objectives and in the planning of our future activities in particular the trustees consider how planned activities will contribute to the aims and objectives of the charity.

The main activities undertaken to further the charity's purposes for public benefit are detailed through the report.

#### Achievements and performance

##### Home updates

The support for legal migrants from Africa is continuing and providing much needed housing for a number of families within the Bush Hotel and the home in Cwmbran.

The following changes have been actioned to help reduce the expected energy bill increases due in October and utilises homes in a more efficient way.

##### The Bush Hotel

One family has moved over from Cwmbrân to **The Bush Hotel**, we will eventually move the remaining family over when we need to use the home or have a single person living there to reduce energy bills and provide security at the home.

Additional rooms at the Bush will now be renovated helping to increase the homes rental potential and help meet our current monthly deficits. The addition of a boiler booster recently fitted now allows all the first landing rooms to be heated up.

##### Objectives

We will continue to increase the residency levels at the Bush with similar tenants, providing safe and secure housing.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2024

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#### **Woodside Lodge**

Renovation continues with three additional interiors planned for renovation this October, this will include the main bathroom, the small single shower room, the Kitchen tiled and the en suite bathroom replaced.

Further decorating, renovations indoor and outside will then be quoted.

#### Objectives

We will continue to prepare the home for private individuals looking to invest in their recovery and health and wellbeing.

#### **Rohilla House**

One family remains in the home and will continue to until we have suitable staff to then populate the home for rehabilitation / housing support services.

#### **Overall property maintenance**

All certification on all homes are completed and we are complaint with hmo licence

#### **VOUK finances**

We continue to drop each month due to low resident occupation and non-housing benefit user. This should be balanced once we have additional room ready at the Bush along with woodside lodge completed.

We are also responding with a legal consultant to Caerphilly council who unlawfully closed our housing benefit access for Woodside Lodge who also owe us £6k. A rent review will now be taken at the beginning of October for all the homes with migrant use.

#### **Elwood House**

The buyer has signalled that he wants to continue with the purchase, however, no practical steps have materials and I will be placing the property on the market again.

#### **Financial review**

At the year end the charity had unrestricted reserves of £1,034,781, consisting of; cash at bank and in hand £155,412, debtors of £495, investments in subsidiaries of £100, fixed assets of £1,019,487 and creditors of £140,713. The free reserves of the charity totalled £15,294. The charity made an unrestricted deficit of £242,874.

#### **Reserves Policy**

Unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should be between three and six months of the resources expended, which equates to approximately £47,848 to £95,696 in general funds. At this level, the board of trustees feel that it would be able to continue the current activities of the charity in the event of a significant drop in funding, It would obviously be necessary to consider how the funding would be replaced or activities changed accordingly. At the balance sheet date the free reserves were £15,294. This is currently below the target level.

#### **Investment powers and policy**

The Constitution allows the trustees to invest in any stocks, funds, shares, securities or other investments of whatsoever nature as the trustees in their absolute discretion see fit. As income is utilised within a short time after receipt, the trustees consider that the most appropriate policy for investing funds is to place them on short-term deposit.

#### **Risk Review**

A strategic review is in the process of being carried out which will identify the risks to which the charity is potentially exposed to. It is anticipated that the review will result in furthers systems being put in place to manage those possible risks. Internal risks are minimised by the implementation of effective internal control procedures which ensure both appropriate safeguarding procedures and consistent delivery of operations and aspects of the charity. These procedures are periodically reviewed for their continuing effectiveness.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

***FOR THE YEAR ENDED 31 MARCH 2024***

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The risks to the charity which have been identified are:-

1. Levels of staffing. Reliable, honest and trustworthy staff are important to the charity and the commitment is always considered on appointment
2. Fabric of Homes. If homes are neglected in their upkeep, they can quickly become dilapidated to a point of being beyond repair and will not meet the necessary legal requirements for habitation. The assets are maintained on a daily basis.
3. Cutbacks in benefits as a source of income. The charity is dependent on the benefits the residents receive and any change in government or local authority policies could be detrimental.
4. Litigation. Objectors to the work of the charity can involve litigation from a number of sources and can impact the charity's work and finance. To mitigate this, early mediation is important.

### **Plans for future periods**

A complete internal renovation will be planned over the next three years upgrading and further developing our services. Additional rooms will also be built at our mens home along with the development of our preparation for work programmes with national agencies. Our overall plans will also include a new financial strategy to help provide and generate income to sustain and grow our services.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2024**

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### **Structure, governance and management**

Victory Outreach UK is constituted as a registered charity under a Deed of Trust dated 21 October 1998. The Charity's registration number is 291611. The charity is an unincorporated entity.

#### **Recruitment of trustees**

Trustees are duly appointed by recommendation as set out in the Trust Deed. The number of trustees consists of no less than three and no more than seven. If the number of trustees falls below three, a trustee must be appointed immediately. New Trustees may be appointed by a resolution of the trustees and recorded in minutes. A trustee can retire at any point by putting his/her resignation in writing, this is also recorded in the minutes. The trustees may, in their absolute discretion, remove any trustee by a resolution proposed at a meeting of the trustees, as long as this is approved by the majority. The trustees from time to time may wish to appoint an honorary secretary or treasurer, this person does not have to be a trustee. The trustees also select a chairman and determine the period for which he/she is to serve.

Those within our organisation that are dedicated to the charity's aims and development are considered for future trusteeship.

#### **Trustees induction**

New trustees will receive an induction pack, a handbook with all the policies and procedures adopted by the board and an induction.

#### **Related parties**

The charity works with a number of local agencies such as Probations Services, Prison Services, Carat workers and many other agencies. We also have close relationships with referring agencies such as The Lighthouse Project, Gateway Foundation and a number of hostels in the UK.

Decisions relating to the charity are made at two levels. The trustees make the decision on the appointment of the director and also on the purchase of assets over £40,000. Decisions relating to the appointment of staff, their remuneration and the day to day running and affairs of the charity are delegated to the director.

Trustees are appointed in accordance with the constitution of the charity and their induction and any training is in accordance with the relative policy.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2024**

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### Reference and administrative details

<b>Name</b>	Victory Outreach U.K
<b>Charity registration number</b>	291611
<b>Principal office</b>	The Bush Hotel High Street Abertillery NP13 1DD
<b>Trustees</b>	Mr Robert Hart (Chair) Mr John Williams Mr Andrew Parsons
<b>Key management personnel</b>	Mr Andrew Parsons – Director Mrs Susan Parsons – Finance Manager
<b>Bankers</b>	HSBC plc 38 Gwent Square Cwmbran Torfaen NP44 1XL
<b>Independent Examiner</b>	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.



**Mr Robert Hart - Trustee**

Dated: 31 January 2025

# VICTORY OUTREACH U.K.

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

***FOR THE YEAR ENDED 31 MARCH 2024***

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The trustees are responsible for preparing the Trustees' Report 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 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 of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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
- 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 responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# VICTORY OUTREACH U.K.

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF VICTORY OUTREACH U.K.

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I report on the financial statements of the charity for the year ended 31 March 2024, which are set out on pages 9 to 20.

### Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

### Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

### Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In connection with my examination, no other matter except that referred to in the previous paragraph has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
  - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
  - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

**Craig Yearsley FCCA**  
Azets Audit Services  
Ty Derw, Lime Tree Court  
Cardiff Gate Business Park  
Cardiff  
CF23 8AB  
United Kingdom



Dated: **3 February 2025**

# VICTORY OUTREACH U.K.

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

*FOR THE YEAR ENDED 31 MARCH 2024*

		Unrestricted funds 2024 £	Unrestricted funds 2023 £
<b><u>Income and endowments from:</u></b>	<b>Notes</b>		
Donations and legacies	3	28,489	250,173
Charitable activities	4	41,953	43,940
Investments	5	3,117	523
Other income	6	9,971	-
<b>Total income</b>		<b>83,530</b>	<b>294,636</b>
<b><u>Expenditure on:</u></b>			
Charitable activities	7	326,404	248,006
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		<b>(242,874)</b>	<b>46,630</b>
Fund balances at 1 April 2023		1,277,655	1,231,025
<b>Fund balances at 31 March 2024</b>		<b>1,034,781</b>	<b>1,277,655</b>

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

All income and expenditure derive from continuing activities.

# VICTORY OUTREACH U.K.

## BALANCE SHEET

AS AT 31 MARCH 2024

	Notes	2024		2023	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	13		1,019,487		1,058,986
Investments	14		100		100
			<u>1,019,587</u>		<u>1,059,086</u>
<b>Current assets</b>					
Debtors	15	495		1,155	
Cash at bank and in hand		155,412		228,238	
		<u>155,907</u>		<u>229,393</u>	
<b>Creditors: amounts falling due within one year</b>	16	(140,713)		(10,824)	
Net current assets			15,194		218,569
<b>Total assets less current liabilities</b>			<u>1,034,781</u>		<u>1,277,655</u>
<b>Income funds</b>					
<u>Unrestricted funds</u>					
Designated funds	17	1,019,487		1,058,986	
General unrestricted funds		15,294		218,669	
		<u>1,034,781</u>		<u>1,277,655</u>	
			<u>1,034,781</u>		<u>1,277,655</u>

The financial statements were approved by the Trustees on 31 January 2025 .....

  
.....

Trustee **Robert J Hart**

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2024

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#### 1 Accounting policies

##### Charity information

Victory Outreach U.K. is a unincorporated charity, whose principal office is The Bush Hotel, High Street, Abertillery, NP13 1DD.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

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

#### 1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

---

### 1 Accounting policies

(Continued)

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

Income from grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Capital grants are released to the Statement of Financial Activities in the year of receipt. Fixed assets relating to capital grants are capitalised, and depreciation charged is offset against grant income, in a restricted fund.

Income from interest is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

Income from housing benefit and rent is recognised in the period to which the service is provided.

### 1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property and land	No depreciation applied to land
Buildings	2% per annum
Fixtures and fittings	20% per annum
Motor vehicles	20% per annum

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

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### 1 Accounting policies (Continued)

#### 1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

#### 1.8 Cash and cash equivalents

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

#### 1.9 Financial instruments

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

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

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

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

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

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

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

#### ***Derecognition of financial liabilities***

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

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

### 1 Accounting policies (Continued)

#### 1.10 Employee benefits

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

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

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Critical accounting estimates and judgements

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

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

### 3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2024 £	2023 £
Donations and gifts	28,489	250,173
	<u>28,489</u>	<u>250,173</u>
<b>Donations and gifts</b>		
Donations	28,097	248,581
Gift aid	392	1,592
	<u>28,489</u>	<u>250,173</u>

Included in donations in 2023 was £194,235 received from Victory Bream Church.

### 4 Charitable activities

	2024 £	2023 £
Housing benefit and rental income	41,953	43,940
	<u>41,953</u>	<u>43,940</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

### 5 Investments

	Unrestricted funds	Unrestricted funds
	2024	2023
	£	£
Interest receivable	3,117	523

### 6 Other income

	Unrestricted funds	Total
	2024	2023
	£	£
Net gain on disposal of tangible fixed assets	3,245	-
Other income	6,726	-
	9,971	-

### 7 Charitable activities

	2024	2023
	£	£
Staff costs	119,418	80,368
Depreciation and impairment	49,368	55,952
Rehabilitation costs	86,586	52,015
	255,372	188,335
Share of support costs (see note 8)	66,573	55,463
Share of governance costs (see note 8)	4,459	4,208
	326,404	248,006

Included in staff costs are additional costs relating to accrued remuneration. Please refer to note 16.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

### 8 Support costs

	Support costs	Governance costs	2024	2023	Basis of allocation
	£	£	£	£	
Staff costs	29,855	-	29,855	20,092	Time spent
Office expenses	32,197	-	32,197	32,067	Direct apportionment
Professional fees	4,521	-	4,521	3,304	Direct apportionment
Accountancy fees	-	4,459	4,459	4,208	Governance
	<u>66,573</u>	<u>4,459</u>	<u>71,032</u>	<u>59,671</u>	
Analysed between					
Charitable activities	<u>66,573</u>	<u>4,459</u>	<u>71,032</u>	<u>59,671</u>	

Governance costs includes payments to the independent examiners of £3,600 (2023: £3,498).

### 9 Trustees

No trustees were reimbursed for expenses (2023: no trustees were reimbursed for expenses)

1 trustee was remunerated £84,785 (2023: 1 trustee totalling £39,975) for paid employment which includes accrued remuneration in relation to 2023 totalling £24,835. Trustees were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

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### 10 Employees

#### Number of employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Number of staff	3	3

#### Employment costs

	2024 £	2023 £
Wages and salaries	129,853	90,118
Social security costs	15,952	9,016
Other pension costs	3,468	1,326
	<u>149,273</u>	<u>100,460</u>

#### Key management personnel

The total amount paid to the charity's key management personnel for their services to the charity totalled £135,599 (2023: £75,112). This includes accrued remuneration in relation to 2023 of £29,008.

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

### 11 Defined contribution scheme

The company operates a defined contribution pension scheme. During the year employer's contributions charged for these schemes amounted to £nil (2023: £1,326). The amount outstanding at the year end was £nil (2023: £4,252).

### 12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

### 13 Tangible fixed assets

	Freehold property and land £	Office equipment £	Motor vehicles £	Total £
<b>Cost</b>				
At 1 April 2023	1,504,103	144,944	44,144	1,693,191
Additions	-	10,024	-	10,024
Disposals	-	-	(3,094)	(3,094)
At 31 March 2024	<u>1,504,103</u>	<u>154,968</u>	<u>41,050</u>	<u>1,700,121</u>
<b>Depreciation and impairment</b>				
At 1 April 2023	481,919	109,662	42,624	634,205
Depreciation charged in the year	30,082	17,921	1,365	49,368
Eliminated in respect of disposals	-	-	(2,939)	(2,939)
At 31 March 2024	<u>512,001</u>	<u>127,583</u>	<u>41,050</u>	<u>680,634</u>
<b>Carrying amount</b>				
At 31 March 2024	<u>992,102</u>	<u>27,385</u>	<u>-</u>	<u>1,019,487</u>
At 31 March 2023	<u>1,022,184</u>	<u>35,283</u>	<u>1,519</u>	<u>1,058,986</u>

### 14 Fixed asset investments

	Notes	2024 £	2023 £
Other investments comprise:			
Investments in subsidiaries	20	100	100

### 15 Debtors

	2024 £	2023 £
<b>Amounts falling due within one year:</b>		
Amount owed by parent undertaking	495	495
Other debtors	-	660
	<u>495</u>	<u>1,155</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

### 16 Creditors: amounts falling due within one year

	2024 £	2023 £
Other taxation and social security	-	1,869
Other creditors	135,012	4,252
Accruals and deferred income	5,701	4,703
	<u>140,713</u>	<u>10,824</u>

Within other creditors is £135,012 of costs relating to wages owed for 22/23 and 23/24. These have been recognised during the year. It was noted that £29,008 of these costs related to 22/23 but the charity were unaware of these costs at the point of preparing the 22/23 financial statements.

### 17 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2022 £	Resources expended £	Transfers £	Balance at 1 April 2023 £	Resources expended £	Transfers £	Balance at 31 March 2024 £
Fixed asset fund	1,104,216	(55,952)	10,722	1,058,985	(46,429)	6,931	1,019,487
	<u>1,104,216</u>	<u>(55,952)</u>	<u>10,722</u>	<u>1,058,985</u>	<u>(46,429)</u>	<u>6,931</u>	<u>1,019,487</u>

The fixed asset fund represents the functional fixed assets used to further the charity's aims.

Transfers from the designated fund relate to additions and depreciation movement in the year.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2024

### 18 Analysis of net assets between funds

	Unrestricted funds 2024 £	Designated funds 2024 £	Total Unrestricted funds 2024 £	Designated funds 2023 £	Total 2023 £
Fund balances at 31 March 2024 are represented by:					
Tangible assets	-	1,019,487	1,019,487	-	1,058,986
Investments	100	-	100	100	100
Current assets/(liabilities)	15,194	-	15,194	218,569	-
	<u>15,294</u>	<u>1,019,487</u>	<u>1,034,781</u>	<u>218,669</u>	<u>1,058,986</u>
	<u><u>15,294</u></u>	<u><u>1,019,487</u></u>	<u><u>1,034,781</u></u>	<u><u>218,669</u></u>	<u><u>1,277,655</u></u>

### 19 Related party transactions

No trustees were remunerated for consultancy work during the current or previous year. They were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

### 20 Subsidiaries

These financial statements are separate charity financial statements for Victory Outreach U.K.

The financial statements of the subsidiary can be found on Companies House. The company number is 10043967, a company registered in England and Wales whose registered office is The Bush Hotel, High Street, Abertillery, Wales, NP13 1DD.

As the gross income of the parent charity and its subsidiaries do not exceed the threshold limits consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2024 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Work Force Rehab Limited	United Kingdom	Building/trade related	Ordinary Shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Work Force Rehab Limited	-	(495)

The investments in subsidiaries are all stated at cost.

**VICTORY OUTREACH U.K.**

England & Wales - Charity number 291611

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# Accounts

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Charity registration number 291611

**VICTORY OUTREACH U.K.**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

# VICTORY OUTREACH U.K.

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# **VICTORY OUTREACH U.K.**

## **CHAIRMAN'S STATEMENT**

### ***FOR THE YEAR ENDED 31 MARCH 2023***

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It gives me great pleasure to bring this report on the work of Victory Outreach UK for the last financial year.

Every year has its challenges to achieve the objectives of the charity as laid out in its constitution and this year has been no different. However, the Covid 19 pandemic continues to affect the operation, but it is with optimism that we face another year.

We are grateful for the support we receive from our donors who support the work which is being done and of a generous gift from Victory Church Bream. It is only with faithfulness and generosity that the work continues. Financially the year has been very challenging, but it has been a joy to report the valuable work that is being done.

As reported last year it was necessary to reduce the staffing levels which unfortunately meant losing some key people. Because of this, and to retain the aims and objectives of the charity, it was decided to accommodate families from ethnic backgrounds who were desperate for accommodation.

Keeping abreast with regulations and legislation is important in any business but none more so than when, as we do, deal with vulnerable people. The importance of following the Charity Commission guidance is a paramount feature. Obtaining and maintaining the required legal certification is equally important and sometimes costly. The year continued to see maintenance and refurbishment of the buildings, both inside and out, to meet ever changing regulations and standards and invest in the same for the future. Following a stormy winter roofing repairs have been undertaken. The cost of these has been covered from our building's insurance.

We are also grateful for volunteers who comply with the charity's policies.

The trustees are grateful to Pastor Andrew Parsons, as Director of VOUK, for continuing to lead the charity forward towards increasing success in the charity's objective of rehabilitating the vulnerable and disadvantaged men and women.

This report is submitted on behalf of the trustees of Victory Outreach UK.

**Robert J Hart**  
**Chairman of the board of trustees of Victory Outreach UK,**

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31 MARCH 2023

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The trustees present their annual report and financial statements for the year ended 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Objectives and activities**

The objects of the charity as contained in the Constitution are:

- To provide a secure Christian home for ex-offenders and those excluded by social disadvantage.
- To offer rehabilitation.
- To offer holistic treatment through both practical and spiritual programs,
- To help prepare clients back into society,
- To alleviate poverty.

The main activities undertaken in relation to those purposes are detailed throughout this report.

#### **Public Benefit**

We have referred to the guidance contained in the Charity Commission's general guidance on public benefits when reviewing our aims and objectives and in the planning of our future activities in particular the trustees consider how planned activities will contribute to the aims and objectives of the charity.

The main activities undertaken to further the charity's purposes for public benefit are detailed through the report.

The aims of the charity are to equip clients with their latent skills for introduction to the workplace and to enhance their opportunities to be free of their addictions. To achieve this clients are given regular routine tasks, learning from each other and attending college.

To achieve the above clients receive regular mentoring, teaching and training through holistic disciplines. Success can only be measured by noting the changes in the lives of those who seek help and VOUK have been able to measure its success in seeing both men and women re-establishing themselves back into their families from which they had previously become outcasts, and back into a society of worth where they have secured employment and their own living accommodation.

#### **Achievements and performance**

We are continuing to build our referral partners and have a number of additional referrers.

Our contact with the govt and local govt offices to provide housing support for Ukrainian refugees was rejected. We have started to support migrant families from Africa which we have received support with our license from the local council to accommodate this.

#### **Financial Update 2022-2023**

Andrew and Susan continue to suspend our full salaries to be paid at a later date until Victory Outreach UKs income returns back to normal. This, along with other measures, is helping to remove pressures of financial running costs.

The sale of Bream chapel was successful, the money has been invested toward repairs in the following premises at the Bush Hotel roof repairs, new boiler and internal repairs, Woodside Lodge extensive roof repairs and a new kitchen is also due to be fitted into Woodside Lodge.

We have advertised for new employees in two of the U.K. largest job sites and with two Christian jobs sites and have not had many suitable candidates. We are however expecting a new staff member and his family to join us from Ghana, Pastor Bernard, Miriam and Apostle Henry we continue to pray and look for additional staff that are faith based.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2023**

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### **Home Reports**

#### **Women's Home**

##### **Rohilla House**

No clients have been in this home due to lack of staff; the home has been visited and maintained ready to take one married couple in October at a rent of £450.

All the main property HMO certs have been completed and further work is needed to now tidy up the garden / outside areas.

The tree hedge line has been reported to the council but sadly ignored. This will need to be resolved as it is causing a number of problems due to the size and nature of the trees.

#### **Men's Home**

##### **The Bush Hotel**

The Bush Hotel is undergoing work on some rooms and bathroom. The current occupancy is 19 individuals comprising of married couples with children. We are looking for three more individuals to complete our HMO capacity.

All HMO license compliances have now been completed and we have made enquiries again to offer the home to assist in the Ukrainians refugee crises.

##### **Woodside Lodge**

Our plans for using these premises are for private clients; this is still ongoing with a new kitchen being planned this month. We currently support one male in this home due to his low supervision needs and personalised program that I am supporting him with.

##### **Elmwood House**

This property is currently for sale and has not reached our requested sale price.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

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#### Financial review

At the year end the charity had unrestricted reserves of £1,277,655, consisting of; cash at bank and in hand £228,238, debtors of £1,155, investments in subsidiaries of £100, fixed assets of £1,058,986 and creditors of £10,824. The free reserves of the charity totalled £218,669. The charity made an unrestricted surplus of £46,630.

The board agreed a £2,000 short term loan to David Ciriboti (Cwm Care Recruitment) at a 15% APR interest rate on 15 October 2018. As at 31 March 2023, £nil remained outstanding.

#### Reserves Policy

Unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should be between three and six months of the resources expended, which equates to approximately £62,002 to £124,003 in general funds. At this level, the board of trustees feel that it would be able to continue the current activities of the charity in the event of a significant drop in funding, It would obviously be necessary to consider how the funding would be replaced or activities changed accordingly. At the balance sheet date the free reserves were £218,669. This is currently within the target level.

#### Investment powers and policy

The Constitution allows the trustees to invest in any stocks, funds, shares, securities or other investments of whatsoever nature as the trustees in their absolute discretion see fit. As income is utilised within a short time after receipt, the trustees consider that the most appropriate policy for investing funds is to place them on short-term deposit.

#### Risk Review

A strategic review is in the process of being carried out which will identify the risks to which the charity is potentially exposed to. It is anticipated that the review will result in further systems being put in place to manage those possible risks. Internal risks are minimised by the implementation of effective internal control procedures which ensure both appropriate safeguarding procedures and consistent delivery of operations and aspects of the charity. These procedures are periodically reviewed for their continuing effectiveness.

The risks to the charity which have been identified are:-

1. Levels of staffing. Reliable, honest and trustworthy staff are important to the charity and the commitment is always considered on appointment
2. Fabric of Homes. If homes are neglected in their upkeep, they can quickly become dilapidated to a point of being beyond repair and will not meet the necessary legal requirements for habitation. The assets are maintained on a daily basis.
3. Cutbacks in benefits as a source of income. The charity is dependent on the benefits the residents receive and any change in government or local authority policies could be detrimental.
4. Litigation. Objectors to the work of the charity can involve litigation from a number of sources and can impact the charity's work and finance. To mitigate this, early mediation is important.

#### Plans for future periods

A complete internal renovation will be planned over the next three years upgrading and further developing our services. Additional rooms will also be built at our mens home along with the development of our preparation for work programmes with national agencies. Our overall plans will also include a new financial strategy to help provide and generate income to sustain and grow our services.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2023**

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### **Structure, governance and management**

Victory Outreach UK is constituted as a registered charity under a Deed of Trust dated 21 October 1998. The Charity's registration number is 291611. The charity is an unincorporated entity.

#### **Recruitment of trustees**

Trustees are duly appointed by recommendation as set out in the Trust Deed. The number of trustees consists of no less than three and no more than seven. If the number of trustees falls below three, a trustee must be appointed immediately. New Trustees may be appointed by a resolution of the trustees and recorded in minutes. A trustee can retire at any point by putting his/her resignation in writing, this is also recorded in the minutes. The trustees may, in their absolute discretion, remove any trustee by a resolution proposed at a meeting of the trustees, as long as this is approved by the majority. The trustees from time to time may wish to appoint an honorary secretary or treasurer, this person does not have to be a trustee. The trustees also select a chairman and determine the period for which he/she is to serve.

Those within our organisation that are dedicated to the charity's aims and development are considered for future trusteeship.

#### **Trustees induction**

New trustees will receive an induction pack, a handbook with all the policies and procedures adopted by the board and an induction.

#### **Related parties**

The charity works with a number of local agencies such as Probations Services, Prison Services, Carat workers and many other agencies. We also have close relationships with referring agencies such as The Lighthouse Project, Gateway Foundation and a number of hostels in the UK.

Decisions relating to the charity are made at two levels. The trustees make the decision on the appointment of the director and also on the purchase of assets over £40,000. Decisions relating to the appointment of staff, their remuneration and the day to day running and affairs of the charity are delegated to the director.

Trustees are appointed in accordance with the constitution of the charity and their induction and any training is in accordance with the relative policy.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)


**FOR THE YEAR ENDED 31 MARCH 2023**

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### Reference and administrative details

<b>Name</b>	Victory Outreach U.K
<b>Charity registration number</b>	291611
<b>Principal office</b>	The Bush Hotel High Street Abertillery NP13 1DD
<b>Trustees</b>	Mr Robert Hart (Chair) Mr John Williams Mr Andrew Parsons
<b>Key management personnel</b>	Mr Andrew Parsons – Director Mrs Susan Parsons – Finance Manager
<b>Bankers</b>	HSBC plc 38 Gwent Square Cwmbran Torfaen NP44 1XL
<b>Independent Examiner</b>	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.

...  
**Mr Robert Hart - Trustee**  
Dated: ..(././..)

# **VICTORY OUTREACH U.K.**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

### ***FOR THE YEAR ENDED 31 MARCH 2023***

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The trustees are responsible for preparing the Trustees' Report 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 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 of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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
- 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 responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# VICTORY OUTREACH U.K.

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF VICTORY OUTREACH U.K.

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I report on the financial statements of the charity for the year ended 31 March 2023, which are set out on pages 9 to 21.

#### Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination being a qualified member of The Institute of Chartered Accountants in England and Wales.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

#### Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

#### Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In connection with my examination, no other matter except that referred to in the previous paragraph has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
  - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
  - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

**Claire Thompson FCCA DChA**  
Azets Audit Services  
Ty Derw, Lime Tree Court  
Cardiff Gate Business Park  
Cardiff  
CF23 8AB  
United Kingdom

*Claire Thompson*

Dated: ..... 11/2/24 .....

# VICTORY OUTREACH U.K.

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
<b><u>Income and endowments from:</u></b>					
Donations and legacies	3	250,173	51,738	-	51,738
Charitable activities	4	43,940	116,540	35,333	151,873
Investments	5	523	411	-	411
Other income	6	-	10,838	-	10,838
<b>Total income</b>		<b>294,636</b>	<b>179,527</b>	<b>35,333</b>	<b>214,860</b>
<b><u>Expenditure on:</u></b>					
Charitable activities	7	248,006	222,263	35,333	257,596
<b>Net income/(expenditure) for the year/ Net movement in funds</b>		<b>46,630</b>	<b>(42,736)</b>	<b>-</b>	<b>(42,736)</b>
Fund balances at 1 April 2022		1,231,025	1,273,761	-	1,273,761
<b>Fund balances at 31 March 2023</b>		<b>1,277,655</b>	<b>1,231,025</b>	<b>-</b>	<b>1,231,025</b>

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

All income and expenditure derive from continuing activities.

# VICTORY OUTREACH U.K.

## BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	13		1,058,986		1,104,216
Investments	14		100		100
			<u>1,059,086</u>		<u>1,104,316</u>
<b>Current assets</b>					
Debtors	15	1,155		10,400	
Cash at bank and in hand		228,238		127,959	
		<u>229,393</u>		<u>138,359</u>	
<b>Creditors: amounts falling due within one year</b>	16	(10,824)		(11,650)	
Net current assets			<u>218,569</u>		<u>126,709</u>
<b>Total assets less current liabilities</b>			<u>1,277,655</u>		<u>1,231,025</u>
<b>Income funds</b>					
<u>Unrestricted funds</u>					
Designated funds	18	1,058,986		1,104,216	
General unrestricted funds		218,669		126,809	
			<u>1,277,655</u>		<u>1,231,025</u>
			<u>1,277,655</u>		<u>1,231,025</u>

The accounts were approved by the Trustees on 11/2/24 .....

Robert Hart

Mr Robert Hart - Trustee

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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### 1 Accounting policies

#### Charity information

Victory Outreach U.K. is a unincorporated charity, whose principal office is The Bush Hotel, High Street, Abertillery, NP13 1DD.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

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

#### 1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

---

#### 1 Accounting policies

(Continued)

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

Income from grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Capital grants are released to the Statement of Financial Activities in the year of receipt. Fixed assets relating to capital grants are capitalised, and depreciation charged is offset against grant income, in a restricted fund.

Income from interest is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

Income from housing benefit and rent is recognised in the period to which the service is provided.

#### 1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property and land	No depreciation applied to land
Buildings	2% per annum
Fixtures and fittings	20% per annum
Motor vehicles	20% per annum

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

---

#### 1 Accounting policies

(Continued)

##### 1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

##### 1.8 Cash and cash equivalents

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

##### 1.9 Financial instruments

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

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

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

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

##### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

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

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

##### ***Derecognition of financial liabilities***

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

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

#### 1 Accounting policies

(Continued)

##### 1.10 Employee benefits

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

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

##### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

#### 2 Critical accounting estimates and judgements

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

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

#### 3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Donations and gifts	250,173	51,738
	<u>250,173</u>	<u>51,738</u>
<b>Donations and gifts</b>		
Donations	248,581	48,199
Gift aid	1,592	3,539
	<u>250,173</u>	<u>51,738</u>

Included in donations is £194,235 received from Victory Bream Church.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

### 4 Charitable activities

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Housing benefit and rental income	43,940	116,540
Grants	-	35,333
	<u>43,940</u>	<u>151,873</u>
Analysis by fund		
Unrestricted funds	43,940	116,540
Restricted funds	-	35,333
	<u>43,940</u>	<u>151,873</u>
<b>Grants</b>		
HMRC Coronavirus Job Retention Scheme	-	35,333
	<u>-</u>	<u>35,333</u>

### 5 Investments

	<b>Unrestricted funds</b>	<b>Unrestricted funds</b>
	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Interest receivable	523	411
	<u>523</u>	<u>411</u>

### 6 Other income

	<b>Total Unrestricted funds</b>	<b>Total Unrestricted funds</b>
	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Other income	-	10,838
	<u>-</u>	<u>10,838</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2023

#### 7 Charitable activities

	2023 £	2022 £
Staff costs	80,368	77,843
Depreciation and impairment	55,952	54,198
Rehabilitation costs	52,015	91,039
	<u>188,335</u>	<u>223,080</u>
Share of support costs (see note 8)	55,463	30,911
Share of governance costs (see note 8)	4,208	3,605
	<u>248,006</u>	<u>257,596</u>
<b>Analysis by fund</b>		
Unrestricted funds	248,006	222,263
Restricted funds	-	35,333
	<u>248,006</u>	<u>257,596</u>

#### 8 Support costs

	Support costs £	Governance costs £	2023 £	2022 £	Basis of allocation
Staff costs	20,092	-	20,092	19,461	Time spent
Office expenses	32,067	-	32,067	10,256	Direct apportionment
Professional fees	3,304	-	3,304	1,194	Direct apportionment
Accountancy fees	-	4,208	4,208	3,605	Governance
	<u>55,463</u>	<u>4,208</u>	<u>59,671</u>	<u>34,516</u>	
Analysed between					
Charitable activities	<u>55,463</u>	<u>4,208</u>	<u>59,671</u>	<u>34,516</u>	

Governance costs includes payments to the independent examiners of £3,498 (2022: £2,880).

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

### 9 Trustees

No trustees were reimbursed for expenses (2022: no trustees were reimbursed for expenses)

1 trustee was remunerated £39,975 (2022: 2 trustees totalling £21,953) for paid employment. Trustees were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

In a prior year 1 trustee was issued with a loan of £2,000 which bears an interest rate of 15%. Amounts outstanding at the year end totalled £nil (2022: £1,524).

### 10 Employees

#### Number of employees

The average monthly number of employees during the year was:

	<b>2023</b>	<b>2022</b>
	<b>Number</b>	<b>Number</b>
Number of staff	3	5
	<u>          </u>	<u>          </u>
<b>Employment costs</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Wages and salaries	90,118	89,939
Social security costs	9,016	6,998
Other pension costs	1,326	367
	<u>          </u>	<u>          </u>
	<u>100,460</u>	<u>97,304</u>

#### Key management personnel

The total amount paid to the charity's key management personnel for their services to the charity totalled £75,112 (2022: £54,575).

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

### 11 Defined contribution scheme

The company operates a defined contribution pension scheme. During the year employer's contributions charged for these schemes amounted to £1,326 (2022: £367). The amount outstanding at the year end was £4,252 (2022: £91).

### 12 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

### 13 Tangible fixed assets

	Freehold property and land	Office equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2022	1,504,103	134,223	44,144	1,682,470
Additions	-	10,722	-	10,722
At 31 March 2023	1,504,103	144,945	44,144	1,693,192
<b>Depreciation and impairment</b>				
At 1 April 2022	451,837	92,321	34,096	578,254
Depreciation charged in the year	30,082	17,341	8,529	55,952
At 31 March 2023	481,919	109,662	42,625	634,206
<b>Carrying amount</b>				
At 31 March 2023	1,022,184	35,283	1,519	1,058,986
At 31 March 2022	1,052,266	41,903	10,047	1,104,216

### 14 Fixed asset investments

	Notes	2023 £	2022 £
Other investments comprise:			
Investments in subsidiaries	21	100	100

### 15 Debtors

	2023 £	2022 £
<b>Amounts falling due within one year:</b>		
Trade debtors	-	1,879
Amount owed by parent undertaking	495	495
Other debtors	660	8,026
	1,155	10,400

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

### 16 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	1,869	1,124
Trade creditors	-	2,258
Other creditors	4,252	91
Accruals and deferred income	4,703	8,177
	10,824	11,650

### 17 Restricted funds

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

	Movement in funds			Movement in funds		
	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Balance at 1 April 2022 £	Incoming resources £	Balance at 31 March 2023 £
HMRC Coronavirus Job Retention Scheme	-	35,333	(35,333)	-	-	-

#### HMRC Coronavirus Job Retention Scheme

Amounts received regarding furlough submissions to fund wage and salary costs.

### 18 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2021 £	Resources expended £	Transfers £	Balance at 1 April 2022 £	Resources expended £	Transfers £	Balance at 31 March 2023 £
Fixed asset fund	1,155,635	(54,198)	2,779	1,104,216	(55,952)	10,722	1,058,986
	1,155,635	(54,198)	2,779	1,104,216	(55,952)	10,722	1,058,986

The fixed asset fund represents the functional fixed assets used to further the charity's aims.

Transfers from the designated fund relate to additions and depreciation movement in the year.

**VICTORY OUTREACH U.K.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2023**

**19 Analysis of net assets between funds**

Fund balances at 31 March 2023 are represented by:

	Unrestricted funds		Designated funds		Total Unrestricted funds		Designated funds		Restricted funds		Total	
	2023	£	2023	£	2023	£	2022	£	2022	£	2022	£
Tangible assets	-		1,058,986		1,058,986		-		1,104,216		-	
Investments	100		-		100		100		-		-	
Current assets/(liabilities)	218,569		-		218,569		126,709		-		-	
	<u>218,669</u>		<u>1,058,986</u>		<u>1,277,655</u>		<u>126,809</u>		<u>1,104,216</u>		<u>-</u>	
												<u>1,231,025</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

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### 20 Related party transactions

No trustees were remunerated (2022: £6,780) for consultancy work. They were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

In a prior year 1 trustee was issued with a loan of £2,000 which bears an interest rate of 15%. Amounts outstanding at the year end totalled £nil (2022: £1,524).

### 21 Subsidiaries

These financial statements are separate charity financial statements for Victory Outreach U.K.

The financial statements of the subsidiary can be found on Companies House. The company number is 10043967, a company registered in England and Wales whose registered office is The Bush Hotel, High Street, Abertillery, Wales, NP13 1DD.

As the gross income of the parent charity and its subsidiaries do not exceed the threshold limits consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2023 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Work Force Rehab Limited	United Kingdom	Building/trade related	Ordinary Shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Work Force Rehab Limited	-	(495)

The investments in subsidiaries are all stated at cost.



**VICTORY OUTREACH U.K.**

England & Wales - Charity number 291611

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# Accounts

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Charity registration number 291611

**VICTORY OUTREACH U.K.**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

# VICTORY OUTREACH U.K.

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# **VICTORY OUTREACH U.K.**

## **CHAIRMAN'S STATEMENT**

### ***FOR THE YEAR ENDED 31 MARCH 2022***

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It gives me great pleasure to bring this report on the work of Victory Outreach UK for the last financial year.

Every year has its challenges to achieve the objectives of the charity as laid out in its constitution, and this year has been no different. However, the Covid-19 pandemic continues to affect the operation, but it is with optimism that we face another year.

We are grateful for the support we receive from our donors to support the work which is being done and it is only with faithfulness and generosity that the work continues. Financially, the year has been very challenging, but it has been a joy to be able to share the valuable work that is being done.

The effect of the pandemic has been restrictive on the integration of the clients into community projects. As a result of the Covid-19 restrictions and subsequent lockdown it was necessary to reduce the staffing levels, which unfortunately meant losing some key people. Although applications from potential clients are regularly arriving in the office it is unfortunate that we currently have to decline the intake of clientele as a result of not having suitable staff. This has had a knock-on effect to our income but, at the same time, the expenditure has been reduced. A number of staff had been furloughed and placed on the government sponsored job retention scheme but, at its end, could not be retained.

Keeping abreast with regulations and legislation is important in any business but none more so than when, as we do, deal with vulnerable people. The importance of following the Charity Commission guidance is a paramount feature. Obtaining and maintaining the required certification is equally important and sometimes costly. The year continued to see maintenance and refurbishment of the buildings, both inside and out, to meet ever changing regulations and standards and invest in the same for the future. Roofing and walling repairs have been undertaken to ensure that the buildings are in good condition.

We acknowledge the work and diligence of the staff. We are also grateful for volunteers who comply with the charity's policies.

The trustees are grateful to Pastor Andrew Parsons, as Director of VOUK, for continuing to lead the charity forward towards increasing success in the charity's objective of rehabilitating the vulnerable and disadvantaged men and women.

This report is submitted on behalf of the trustees of Victory Outreach UK.

**Robert J Hart**  
**Chairman of the board of trustees of Victory Outreach UK,**

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT

### FOR THE YEAR ENDED 31 MARCH 2022

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

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### Objectives and activities

The objects of the charity as contained in the Constitution are:

- To provide a secure Christian home for ex-offenders and those excluded by social disadvantage.
- To offer rehabilitation.
- To offer holistic treatment through both practical and spiritual programs,
- To help prepare clients back into society,
- To alleviate poverty.

The main activities undertaken in relation to those purposes are detailed throughout this report.

#### Public Benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefits when reviewing our aims and objectives and in the planning of our future activities in particular the trustees consider how planned activities will contribute to the aims and objectives of the charity.

The main activities undertaken to further the charity's purposes for public benefit are detailed through the report.

The aims of the charity are to equip clients with their latent skills for introduction to the workplace and to enhance their opportunities to be free of their addictions. To achieve this clients are given regular routine tasks, learning from each other and attending college.

To achieve the above clients receive regular mentoring, teaching and training through holistic disciplines. Success can only be measured by noting the changes in the lives of those who seek help and VOUK have been able to measure its success in seeing both men and women re-establishing themselves back into their families from which they had previously become outcasts, and back into a society of worth where they have secured employment and their own living accommodation.

#### Achievements and performance

The charity is continuing to build its partners and has increased its HMP services and added referrers from the U.K. veterans support organizations. We have contacted the local and National government services to offer assistance to accommodate Ukrainian refugees, and still await an update.

#### Financial Update 2021-2022

I have decided to continue to reduce my salary until Victory Outreach UKs income returns back to normal. This along with other measures is helping to remove pressures of financial running costs. We are waiting for the sale of one property to go through, the money from this will be used to maintain existing properties and to also contribute to developing Woodside Lodge with cabins or to expand our housing provision elsewhere.

Work Force Ltd has had its first customer and all proceeds were paid to Victory Outreach UK due to ongoing problems with opening a new bank account.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2022**

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### Home Reports

#### **Women's Home**

##### **Rohilla House**

We have maintained this year an average occupancy of four female residents, eventually transferring them to Woodside Lodge this year, The temporary house address changes came to assist in both financial benefits to the charity and also to help with a fresh start for the women, as voluntary staff member Rachel Jones was dismissed for theft of resident benefits. The women settled in very well at Woodside Lodge and the women completed a minimum of 6-12 months rehabilitation with complete abstinence. We are currently renovating the kitchen and the flooring in the downstairs bathroom

#### **Men's Home**

##### **The Bush Hotel**

The Bush Hotel is now fit for use after repairs on the roof have been carried out this year, but due to the lack of suitable staff applications for various vacancies it remains empty. All HMO license compliances have now been completed and we have made enquiries to offer the home to assist in the Ukrainians refugee crises.

##### **Woodside Lodge**

Due to our lady residents moving on, we have now made Woodside Lodge back into one of our male homes. We have had two male residents for this year, one moving into independent living after being with us 10 months and the remaining resident still making progress in his recovery.

#### **Financial review**

At the year end the charity had unrestricted reserves of £1,231,025, consisting of; cash at bank and in hand £127,959, debtors of £10,400, investments in subsidiaries of £100, fixed assets of £1,104,216 and creditors of £11,650. The free reserves of the charity totalled £126,809. The charity made an unrestricted deficit of £42,736.

The board agreed a £2,000 short term loan to David Ciriboti (Cwm Care Recruitment) at a 15% APR interest rate on 15 October 2018. As at 31 March 2022 £1,524 remained outstanding.

#### **Reserves Policy**

Unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should be between three and six months of the resources expended, which equates to approximately £55,566 to £111,132 in general funds. At this level, the board of trustees feel that it would be able to continue the current activities of the charity in the event of a significant drop in funding. It would obviously be necessary to consider how the funding would be replaced or activities changed accordingly. At the balance sheet date the free reserves were £126,809. This is currently within the target level.

#### **Investment powers and policy**

The Constitution allows the trustees to invest in any stocks, funds, shares, securities or other investments of whatsoever nature as the trustees in their absolute discretion see fit. As income is utilised within a short time after receipt, the trustees consider that the most appropriate policy for investing funds is to place them on short-term deposit.

#### **Risk Review**

A strategic review is in the process of being carried out which will identify the risks to which the charity is potentially exposed to. It is anticipated that the review will result in further systems being put in place to manage those possible risks. Internal risks are minimised by the implementation of effective internal control procedures which ensure both appropriate safeguarding procedures and consistent delivery of operations and aspects of the charity. These procedures are periodically reviewed for their continuing effectiveness.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

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The risks to the charity which have been identified are:-

1. Levels of staffing. Reliable, honest and trustworthy staff are important to the charity and the commitment is always considered on appointment
2. Fabric of Homes. If homes are neglected in their upkeep, they can quickly become dilapidated to a point of being beyond repair and will not meet the necessary legal requirements for habitation. The assets are maintained on a daily basis.
3. Cutbacks in benefits as a source of income. The charity is dependent on the benefits the residents receive and any change in government or local authority policies could be detrimental.
4. Litigation. Objectors to the work of the charity can involve litigation from a number of sources and can impact the charity's work and finance. To mitigate this, early mediation is important.

#### Plans for future periods

A complete internal renovation will be planned over the next three years upgrading and further developing our services. Additional rooms will also be built at our mens home along with the development of our preparation for work programmes with national agencies. Our overall plans will also include a new financial strategy to help provide and generate income to sustain and grow our services.

#### Structure, governance and management

Victory Outreach UK is constituted as a registered charity under a Deed of Trust dated 21 October 1998. The Charity's registration number is 291611. The charity is an unincorporated entity.

#### Recruitment of trustees

Trustees are duly appointed by recommendation as set out in the Trust Deed. The number of trustees consists of no less than three and no more than seven. If the number of trustees falls below three, a trustee must be appointed immediately. New Trustees may be appointed by a resolution of the trustees and recorded in minutes. A trustee can retire at any point by putting his/her resignation in writing, this is also recorded in the minutes. The trustees may, in their absolute discretion, remove any trustee by a resolution proposed at a meeting of the trustees, as long as this is approved by the majority. The trustees from time to time may wish to appoint an honorary secretary or treasurer, this person does not have to be a trustee. The trustees also select a chairman and determine the period for which he/she is to serve.

Those within our organisation that are dedicated to the charity's aims and development are considered for future trusteeship.

#### Trustees induction

New trustees will receive an induction pack, a handbook with all the policies and procedures adopted by the board and an induction.

#### Related parties

The charity works with a number of local agencies such as Probations Services, Prison Services, Carat workers and many other agencies. We also have close relationships with referring agencies such as The Lighthouse Project, Gateway Foundation and a number of hostels in the UK.

Decisions relating to the charity are made at two levels. The trustees make the decision on the appointment of the director and also on the purchase of assets over £40,000. Decisions relating to the appointment of staff, their remuneration and the day to day running and affairs of the charity are delegated to the director.

Trustees are appointed in accordance with the constitution of the charity and their induction and any training is in accordance with the relative policy.

## VICTORY OUTREACH U.K.

### TRUSTEES' REPORT (CONTINUED)

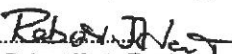
FOR THE YEAR ENDED 31 MARCH 2022

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#### Reference and administrative details

<b>Name</b>	Victory Outreach U.K.
<b>Charity registration number</b>	291611
<b>Principal office</b>	The Bush Hotel High Street Abertillery NP13 1DD
<b>Trustees</b>	Mr Robert Hart (Chair) Mr David Ciriboto - resigned 22/12/21 Mr John Williams
<b>Key management personnel</b>	Mr Andrew Parsons – Director Mrs Susan Parsons – Finance Manager
<b>Bankers</b>	HSBC plc 38 Gwent Square Cwmbran Torfaen NP44 1XL
<b>Independent Examiner</b>	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.

  
.....  
Mr Robert Hart - Trustee  
Dated: 06/12/22

# **VICTORY OUTREACH U.K.**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

### ***FOR THE YEAR ENDED 31 MARCH 2022***

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The trustees are responsible for preparing the Trustees' Report 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 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 of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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
- 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 responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# VICTORY OUTREACH U.K.

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF VICTORY OUTREACH U.K.

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I report on the financial statements of the charity for the year ended 31 March 2022, which are set out on pages 8 to 20.

### Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

### Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

### Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In connection with my examination, no other matter except that referred to in the previous paragraph has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
  - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
  - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached

  
**Sarah Case FCA DChA**  
Azets Audit Services  
Ty Derw, Lime Tree Court  
Cardiff Gate Business Park  
Cardiff  
CF23 8AB  
United Kingdom

Dated: 15-12-2022

# VICTORY OUTREACH U.K.

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
<b><u>Income and endowments from:</u></b>							
Donations and legacies	3	51,738	-	51,738	47,767	-	47,767
Charitable activities	4	116,540	35,333	151,873	96,726	75,283	172,009
Investments	5	411	-	411	759	-	759
Other income	6	10,838	-	10,838	-	-	-
<b>Total income</b>		<b>179,527</b>	<b>35,333</b>	<b>214,860</b>	<b>145,252</b>	<b>75,283</b>	<b>220,535</b>
<b><u>Expenditure on:</u></b>							
Charitable activities	7	222,263	35,333	257,596	242,058	75,283	317,341
<b>Net expenditure for the year/ Net movement in funds</b>		<b>(42,736)</b>	<b>-</b>	<b>(42,736)</b>	<b>(96,806)</b>	<b>-</b>	<b>(96,806)</b>
Fund balances at 1 April 2021		1,273,761	-	1,273,761	1,370,567	-	1,370,567
<b>Fund balances at 31 March 2022</b>		<b>1,231,025</b>	<b>-</b>	<b>1,231,025</b>	<b>1,273,761</b>	<b>-</b>	<b>1,273,761</b>

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

All income and expenditure derive from continuing activities.

# VICTORY OUTREACH U.K.

## BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022		2021	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	12	1,104,216		1,155,635	
Investments	13	100		100	
		<u>1,104,316</u>		<u>1,155,735</u>	
<b>Current assets</b>					
Debtors	14	10,400		6,506	
Cash at bank and in hand		<u>127,959</u>		<u>118,090</u>	
		138,359		124,596	
<b>Creditors: amounts falling due within one year</b>	15	<u>(11,650)</u>		<u>(6,570)</u>	
Net current assets		126,709		118,026	
<b>Total assets less current liabilities</b>		<u>1,231,025</u>		<u>1,273,761</u>	
<b>Income funds</b>					
<u>Unrestricted funds</u>					
Designated funds	17	1,104,216		1,155,635	
General unrestricted funds		<u>126,809</u>		<u>118,126</u>	
		1,231,025		1,273,761	
		<u>1,231,025</u>		<u>1,273,761</u>	

The accounts were approved by the Trustees on 06/12/22

Robert Hart

Mr Robert Hart - Trustee

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 MARCH 2022

---

#### 1 Accounting policies

##### Charity information

Victory Outreach U.K. is a unincorporated charity, whose principal office is The Bush Hotel, High Street, Abertillery, NP13 1DD.

##### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

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

##### 1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

##### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

##### 1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

---

#### 1 Accounting policies

(Continued)

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

Income from grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Capital grants are released to the Statement of Financial Activities in the year of receipt. Fixed assets relating to capital grants are capitalised, and depreciation charged is offset against grant income, in a restricted fund.

Income from interest is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

Income from housing benefit and rent is recognised in the period to which the service is provided.

#### 1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property and land	No depreciation applied to land
Buildings	2% per annum
Fixtures and fittings	20% per annum
Motor vehicles	20% per annum

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

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#### 1 Accounting policies

(Continued)

##### 1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

##### 1.8 Cash and cash equivalents

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

##### 1.9 Financial instruments

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

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

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

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

##### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

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

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

##### ***Derecognition of financial liabilities***

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

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

### 1 Accounting policies

(Continued)

#### 1.10 Employee benefits

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

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

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Critical accounting estimates and judgements

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

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

### 3 Donations and legacies

	<b>Unrestricted funds</b>	Unrestricted funds
	<b>2022</b>	2021
	£	£
Donations and gifts	51,738	47,767
	<u>          </u>	<u>          </u>
<b>Donations and gifts</b>		
Donations	48,199	45,253
Gift aid	3,539	2,514
	<u>          </u>	<u>          </u>
	51,738	47,767
	<u>          </u>	<u>          </u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

#### 4 Charitable activities

	2022 £	2021 £
Housing benefit and rental income	116,540	96,726
Grants	35,333	75,283
	<u>151,873</u>	<u>172,009</u>
Analysis by fund		
Unrestricted funds	116,540	96,726
Restricted funds	35,333	75,283
	<u>151,873</u>	<u>172,009</u>
Grants		
HMRC Coronavirus Job Retention Scheme	35,333	75,283
	<u>35,333</u>	<u>75,283</u>

#### 5 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	411	759
	<u>411</u>	<u>759</u>

#### 6 Other income

	Unrestricted funds	Total
	2022 £	2021 £
Other income	10,838	-
	<u>10,838</u>	<u>-</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

#### 7 Charitable activities

	2022 £	2021 £
Staff costs	77,843	114,493
Depreciation and impairment	54,198	53,567
Rehabilitation costs	91,039	104,105
	<u>223,080</u>	<u>272,165</u>
Share of support costs (see note 8)	30,911	41,916
Share of governance costs (see note 8)	3,605	3,260
	<u>257,596</u>	<u>317,341</u>
<b>Analysis by fund</b>		
Unrestricted funds	222,263	242,058
Restricted funds	35,333	75,283
	<u>257,596</u>	<u>317,341</u>

#### 8 Support costs

	Support costs £	Governance costs £	2022 £	2021 £	Basis of allocation
Staff costs	19,461	-	19,461	28,623	Time spent
Office expenses	10,256	-	10,256	12,089	Direct apportionment
Professional fees	1,194	-	1,194	1,204	Direct apportionment
Accountancy fees	-	3,605	3,605	3,260	Governance
	<u>30,911</u>	<u>3,605</u>	<u>34,516</u>	<u>45,176</u>	
Analysed between					
Charitable activities	<u>30,911</u>	<u>3,605</u>	<u>34,516</u>	<u>45,176</u>	

Governance costs includes payments to the independent examiners of £2,880 (2021: £2,940).

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

#### 9 Trustees

No trustees were reimbursed for expenses relating to travel and subsistence (2021: no trustees were reimbursed for expenses)

2 trustees were remunerated £21,953 (2021: £11,976) for paid employment. They were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

In a prior year 1 trustee was issued with a loan of £2,000 which bears an interest rate of 15%. Amounts outstanding at the year end totalled £1,524 (2021: £2,128).

#### 10 Employees

##### Number of employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Number of staff	5	6
	<u>5</u>	<u>6</u>
	2022 £	2021 £
Wages and salaries	89,939	131,409
Social security costs	6,998	11,507
Other pension costs	367	200
	<u>97,304</u>	<u>143,116</u>

##### Key management personnel

The total amount paid to the charity's key management personnel for their services to the charity totalled £54,575 (2021: £103,115).

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

#### 11 Defined contribution scheme

The company operates a defined contribution pension scheme. During the year employer's contributions charged for these schemes amounted to £367 (2021: £200). The amount outstanding at the year end was £91 (2021: £10).

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

#### 12 Tangible fixed assets

	Freehold property and land	Office equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2021	1,504,103	131,444	44,144	1,679,691
Additions	-	2,779	-	2,779
At 31 March 2022	1,504,103	134,223	44,144	1,682,470
<b>Depreciation and impairment</b>				
At 1 April 2021	421,755	76,733	25,568	524,056
Depreciation charged in the year	30,082	15,587	8,529	54,198
At 31 March 2022	451,837	92,320	34,097	578,254
<b>Carrying amount</b>				
At 31 March 2022	1,052,266	41,903	10,047	1,104,216
At 31 March 2021	1,082,348	54,711	18,576	1,155,635

#### 13 Fixed asset investments

	Notes	2022 £	2021 £
Other investments comprise:			
Investments in subsidiaries	20	100	100

#### 14 Debtors

	2022 £	2021 £
<b>Amounts falling due within one year:</b>		
Trade debtors	1,879	1,533
Amount owed by parent undertaking	495	-
Amounts owed by fellow group undertakings	-	495
Other debtors	8,026	4,478
	10,400	6,506

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

#### 15 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	1,124	1,645
Trade creditors	2,258	-
Other creditors	91	10
Accruals and deferred income	8,177	4,915
	<u>11,650</u>	<u>6,570</u>

#### 16 Restricted funds

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

	Movement in funds			Balance at 31 March 2022 £
	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	
HMRC Coronavirus Job Retention Scheme	-	35,333	(35,333)	-

#### HMRC Coronavirus Job Retention Scheme

Amounts received regarding furlough submissions to fund wage and salary costs.

#### 17 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2020 £	Resources expended £	Transfers £	Balance at 1 April 2021 £	Resources expended £	Transfers £	Balance at 31 March 2022 £
Fixed asset fund	1,196,181	(53,567)	13,021	1,155,635	(54,198)	2,779	1,104,216
	<u>1,196,181</u>	<u>(53,567)</u>	<u>13,021</u>	<u>1,155,635</u>	<u>(54,198)</u>	<u>2,779</u>	<u>1,104,216</u>

The fixed asset fund represents the functional fixed assets used to further the charity's aims.

Transfers from the designated fund relate to additions and depreciation movement in the year.

**VICTORY OUTREACH U.K.**

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

18 Analysis of net assets between funds	Unrestricted funds		Designated funds		Restricted funds		Total Unrestricted funds		Designated funds		Restricted funds		Total	
	2022	£	2022	£	2022	£	2022	£	2021	£	2021	£	2021	£
Fund balances at 31 March 2022 are represented by:														
Tangible assets	1,104,216		-		-		1,104,216		-		1,155,635		-	1,155,635
Investments	100		-		-	100	100	100	-		-		-	100
Current assets/(liabilities)	126,709		-		-	126,709	118,026	118,026	-		-		-	118,026
	<u>1,231,025</u>		<u>-</u>		<u>-</u>	<u>1,231,025</u>	<u>118,126</u>	<u>1,155,635</u>	<u>-</u>		<u>1,273,761</u>		<u>-</u>	<u>1,273,761</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

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#### 19 Related party transactions

1 trustee was remunerated £6,780 (2021: £11,976) for consultancy work. They were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

In a prior year 1 trustee was issued with a loan of £2,000 which bears an interest rate of 15%. Amounts outstanding at the year end totalled £1,524 (2021: £2,128).

#### 20 Subsidiaries

These financial statements are separate charity financial statements for Victory Outreach U.K.

The financial statements of the subsidiary can be found on Companies House. The company number is 10043967, a company registered in England and Wales whose registered office is The Bush Hotel, High Street, Abertillery, Wales, NP13 1DD.

As the gross income of the parent charity and its subsidiaries do not exceed the threshold limits consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Work Force Rehab Limited	United Kingdom	Building/trade related	Ordinary Shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Work Force Rehab Limited	-	(495)

The investments in subsidiaries are all stated at cost.

**VICTORY OUTREACH U.K.**

England & Wales - Charity number 291611

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# Accounts

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**Charity Registration No. 291611**

**VICTORY OUTREACH U.K.**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

# VICTORY OUTREACH U.K.

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# **VICTORY OUTREACH U.K.**

## **CHAIRMAN'S STATEMENT**

### ***FOR THE YEAR ENDED 31 MARCH 2021***

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It gives me great pleasure in bringing this report on the work of Victory Outreach UK for the last financial year.

Every year has its challenges to achieve the objectives of the charity as laid out in its constitution and this year has been no different. However, the COVID-19 pandemic has affected the operation but it is with optimism that we face another year.

We are grateful for the support we receive from our donors to support the work which is being done and it is only with faithfulness and generosity that the work continues. Financially the year has been very challenging, but it has been a joy to be able to share the valuable work that is being done. The effect of the pandemic has been restrictive on the integration of the clients into community projects.

With the COVID-19 restrictions and the lockdown which has been attached thereto, we have felt its effects. However, applications from potential clients are now regularly arriving in the office. The decline in the intake of clientele has had a knock-on effect with our income but, at the same time, the expenditure has minimally reduced alongside it but certain regular bills must be paid. A number of staff have been furloughed and placed on the government sponsored job retention scheme. To avoid contracting the virus within the charity all personnel have been in self-isolation since the pandemic started to take effect nationally.

Keeping abreast with regulations and legislation is important in any business but none more so than when, as we do, deal with vulnerable people. The importance of following the Charity Commission guidance is a paramount feature. Obtaining and maintaining the required certification is equally important and sometimes costly. The year continued to see maintenance and refurbishment of the buildings, both inside and out, to meet ever changing regulations and standards and invest in the same for the future. Extreme weather conditions had its effect on some of our buildings which has necessitated attention.

A commitment was made to upgrade the communications system and at the same time reduce its day-to-day costs.

We acknowledge the work and diligence of the staff, most of whom have graduated through the VOUK rehabilitation program, in serving the charity and working with the clients and helping them through their difficulties. We are also grateful for volunteers who comply with the charity's policies.

The trustees are grateful to Pastor Andrew Parsons, as Director of VOUK, for continuing to lead the charity forward towards increasing success in the charity's objective of rehabilitating the vulnerable and disadvantaged men and women.

This report is submitted on behalf of the trustees of Victory Outreach UK.

# **VICTORY OUTREACH U.K.**

## **TRUSTEES' REPORT**

### **FOR THE YEAR ENDED 31 MARCH 2021**

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The trustees present their report and financial statements for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Objectives and activities**

The objects of the charity as contained in the Constitution are:

- To provide a secure Christian home for ex-offenders and those excluded by social disadvantage.
- To offer rehabilitation.
- To offer holistic treatment through both practical and spiritual programs,
- To help prepare clients back into society,
- To alleviate poverty.

The main activities undertaken in relation to those purposes are detailed throughout this report.

#### **Public Benefit**

We have referred to the guidance contained in the Charity Commission's general guidance on public benefits when reviewing our aims and objectives and in the planning of our future activities in particular the trustees consider how planned activities will contribute to the aims and objectives of the charity.

The main activities undertaken to further the charity's purposes for public benefit are detailed through the report.

The aims of the charity are to equip clients with their latent skills for introduction to the workplace and to enhance their opportunities to be free of their addictions. To achieve this clients are given regular routine tasks, learning from each other and attending college.

To achieve the above clients receive regular mentoring, teaching and training through holistic disciplines. Success can only be measured by noting the changes in the lives of those who seek help and VOUK have been able to measure its success in seeing both men and women re-establishing themselves back into their families from which they had previously become outcasts, and back into a society of worth where they have secured employment and their own living accommodation.

#### **Achievements and performance**

Every year has its challenges to achieve the objectives of the charity as laid out in its constitution and this year has been no different. However, as always, the success stories outweigh the challenges and it is with optimism that we face another year. After graduating the charity's program, clients have been able to return to a much-improved everyday life.

The trustees of VOUK are pleased to report that it has fulfilled the charity's aims and objectives throughout 2020/21.

- VOUK, continues to provide a secure Christian home for the clients who have allowed themselves to become overcome by addiction to drugs and alcohol and hence incarceration. Each client is provided with their own personal room for the duration of their residency at VOUK. They are also provided with 3 meals each day, which they take their turn in preparing under supervision.
- The welfare of each client is of paramount importance and executed for all VOUK clients within the parameters of civil and charity law.

# **VICTORY OUTREACH U.K.**

## **TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **House Reports**

#### **Women's Homes**

##### **Rohilla House**

Occupancy has now increased as we come out of covid restrictions and is close to full capacity. A waiting list is now in place showing an uptake in enquiries. Claire Barry has been promoted to House Manager and is now full time salaried. Due to the increased numbers at the women's home, we have now expanded our women's supported housing to woodside Lodge in Crumlin which is now full.

#### **Men's Homes**

##### **The Bush Hotel**

This home is still open but due to low numbers of applications and new staff required awaits use. A recruitment agency has been contacted again and we await the results. General repairs are ongoing while empty with roof repairs continuing.

##### **Woodside Lodge**

This is now running as a women's home at close to full occupancy. Building repairs and roof repairs are now being completed. The general condition of the building is good and fit for use.

#### **Adaptions and changes moving forward from coronavirus**

The charity will be looking to work with other professional services that will provide additional service provision that complements our existing services.

This will in turn attract a wider and more specific customer sector, who are looking for a residential setting to recover with additional professional services. The benefits for Victory Outreach UK will be increased customers who have a more positive approach to recovery with more motivation to remain for the duration of their recovery. This will lower the risk of abandoning their tenancy and leaving both debts and damage. Our overall occupancy rates should then increase with the financial deficits and changes caused by the corona virus returning back to healthy incomes

We are also looking to expand both our services and mission globally.

The key management personnel of the charity have decided to reduce their salaries until Victory Outreach UKs income returns back to normal. This along with other measures is helping to remove pressures of financial running costs. Two buildings owned and under used are now being prepared for possible sale the money to be used to maintain existing properties and to also contribute to developing Woodside Lodge with cabins or to expand our housing provision elsewhere.

#### **Financial review**

At the year end the charity had unrestricted reserves of £1,273,761, consisting of; cash at bank and in hand £118,090, debtors of £6,506, investments in subsidiaries of £100, fixed assets of £1,155,635 and creditors of £6,570. The free reserves of the charity totalled £118,126. The charity made an unrestricted deficit of £96,806.

The board agreed a £2,000 short term loan to David Ciriboti (Cwm Care Recruitment) at a 15% APR interest rate on 15th October 2018. As at 31st March 2021 £2,128 remained outstanding.

# **VICTORY OUTREACH U.K.**

## **TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 MARCH 2021**

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### **Reserves Policy**

Unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should be between three and six months of the resources expended, which equates to approximately £60,515 to £121,029 in general funds. At this level, the board of trustees feel that it would be able to continue the current activities of the charity in the event of a significant drop in funding, It would obviously be necessary to consider how the funding would be replaced or activities changed accordingly. At the balance sheet date the free reserves were £118,126. This is currently within the target level.

### **Investment powers and policy**

The Constitution allows the trustees to invest in any stocks, funds, shares, securities or other investments of whatsoever nature as the trustees in their absolute discretion see fit. As income is utilised within a short time after receipt, the trustees consider that the most appropriate policy for investing funds is to place them on short-term deposit.

### **Risk Review**

A strategic review is in the process of being carried out which will identify the risks to which the charity is potentially exposed to. It is anticipated that the review will result in further systems being put in place to manage those possible risks. Internal risks are minimised by the implementation of effective internal control procedures which ensure both appropriate safeguarding procedures and consistent delivery of operations and aspects of the charity. These procedures are periodically reviewed for their continuing effectiveness.

The risks to the charity which have been identified are:-

1. Levels of staffing. Reliable, honest and trustworthy staff are important to the charity and the commitment is always considered on appointment
2. Fabric of Homes. If homes are neglected in their upkeep they can quickly become dilapidated to a point of being beyond repair and will not meet the necessary legal requirements for habitation. The assets are maintained on a daily basis.
3. Cut backs in benefits as a source of income. The charity is dependent on the benefits the residents receive and any change in government or local authority policies could be detrimental.
4. Litigation. Objectors to the work of the charity can involve litigation from a number of sources and can impact the charity's work and finance. To mitigate this, early mediation is important.

### **Plans for future periods**

A complete internal renovation will be planned over the next three years upgrading and further developing our services. Additional rooms will also be built at our mens home along with the development of our preparation for work programmes with national agencies. Our overall plans will also include a new financial strategy to help provide and generate income to sustain and grow our services .

### **Structure, governance and management**

Victory Outreach UK is constituted as a registered charity under a Deed of Trust dated 21 October 1998. The Charity's registration number is 291611. The charity is an unincorporated entity.

### **Recruitment of trustees**

Trustees are duly appointed by recommendation as set out in the Trust Deed. The number of trustees consists of no less than three and no more than seven. If the number of trustees falls below three, a trustee must be appointed immediately. New Trustees may be appointed by a resolution of the trustees and recorded in minutes. A trustee can retire at any point by putting his/her resignation in writing, this is also recorded in the minutes. The trustees may, in their absolute discretion, remove any trustee by a resolution proposed at a meeting of the trustees , as long as this is approved by the majority. The trustees from time to time may wish to appoint an honorary secretary or treasurer, this person does not have to be a trustee. The trustees also select a chairman and determine the period for which he/she is to serve.

# VICTORY OUTREACH U.K.

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2021**

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Those within our organisation that are dedicated to the charity's aims and development are considered for future trusteeship.

### Trustees induction

New trustees will receive an induction pack, a handbook with all the policies and procedures adopted by the board and an induction.

### Related parties

The charity works with a number of local agencies such as Probations Services, Prison Services, Carat workers and many other agencies. We also have close relationships with referring agencies such as The Lighthouse Project, Gateway Foundation and a number of hostels in the UK.

Decisions relating to the charity are made at two levels. The trustees make the decision on the appointment of the director and also on the purchase of assets over £40,000. Decisions relating to the appointment of staff, their remuneration and the day to day running and affairs of the charity are delegated to the director.

Trustees are appointed in accordance with the constitution of the charity and their induction and any training is in accordance with the relative policy.

### Reference and administrative details

<b>Name</b>	Victory Outreach U.K
<b>Charity registration number</b>	291611
<b>Principal office</b>	The Bush Hotel High Street Abertillery NP13 1DD
<b>Trustees</b>	Mr Robert Hart (Chair) Mr David Ciriboto Mr John Williams
<b>Key management personnel</b>	Mr Andrew Parsons – Director Mrs Susan Parsons – Finance Manager Mr Robert Hart
<b>Bankers</b>	HSBC plc 38 Gwent Square Cwmbran Torfaen NP44 1XL
<b>Independent Examiner</b>	Azets Audit Services Ty Derw Lime Tree Court Cardiff Gate Business Park Cardiff CF23 8AB

The trustees' report was approved by the Board of Trustees.



**Mr Robert Hart - Trustee**

Dated: 27.10.21

# **VICTORY OUTREACH U.K.**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 MARCH 2021**

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The trustees are responsible for preparing the Trustees' Report 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 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 of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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
- 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 responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# VICTORY OUTREACH U.K.

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF VICTORY OUTREACH U.K.

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I report on the financial statements of the charity for the year ended 31 March 2021, which are set out on pages 8 to 20.

### Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the financial statements. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

### Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

### Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for the financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

In connection with my examination, no other matter except that referred to in the previous paragraph has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
  - (i) to keep accounting records in accordance with section 130 of the 2011 Act; and
  - (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of the 2011 Act;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

**Sarah Case FCA DChA**  
Azets Audit Services  
Ty Derw, Lime Tree Court  
Cardiff Gate Business Park  
Cardiff  
CF23 8AB



Dated: 02-11-2021

# VICTORY OUTREACH U.K.

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £
<b><u>Income from:</u></b>					
Donations and legacies	3	47,767	-	47,767	64,630
Charitable activities	4	96,726	75,283	172,009	336,993
Investments	5	759	-	759	447
<b>Total income</b>		<b>145,252</b>	<b>75,283</b>	<b>220,535</b>	<b>402,070</b>
<b><u>Expenditure on:</u></b>					
Charitable activities	6	242,058	75,283	317,341	464,505
<b>Net expenditure for the year/ Net movement in funds</b>		<b>(96,806)</b>	<b>-</b>	<b>(96,806)</b>	<b>(62,435)</b>
Fund balances at 1 April 2020		1,370,567	-	1,370,567	1,433,002
<b>Fund balances at 31 March 2021</b>		<b>1,273,761</b>	<b>-</b>	<b>1,273,761</b>	<b>1,370,567</b>

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

All income and expenditure derive from continuing activities.

# VICTORY OUTREACH U.K.

## BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021		2020	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	11		1,155,635		1,196,181
Investments	12		100		100
			<u>1,155,735</u>		<u>1,196,281</u>
<b>Current assets</b>					
Debtors	13	6,506		10,643	
Cash at bank and in hand		118,090		167,502	
		<u>124,596</u>		<u>178,145</u>	
<b>Creditors: amounts falling due within one year</b>	14	(6,570)		(3,859)	
Net current assets			118,026		174,286
<b>Total assets less current liabilities</b>			<u>1,273,761</u>		<u>1,370,567</u>
<b>Income funds</b>					
<u>Unrestricted funds</u>					
Designated funds	16	1,155,635		1,196,181	
General unrestricted funds		118,126		174,386	
		<u>1,273,761</u>		<u>1,370,567</u>	
			<u>1,273,761</u>		<u>1,370,567</u>

The accounts were approved by the Trustees on 27-10/21



Mr Robert Hart - Trustee

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

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### 1 Accounting policies

#### Charity information

Victory Outreach U.K. is a unincorporated charity, whose principal office is The Bush Hotel, High Street, Abertillery, NP13 1DD.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

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

#### 1.2 Going concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 1 Accounting policies

(Continued)

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

Income from grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. Capital grants are released to the Statement of Financial Activities in the year of receipt. Fixed assets relating to capital grants are capitalised, and depreciation charged is offset against grant income, in a restricted fund.

Income from interest is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

Income from housing benefit and rent is recognised in the period to which the service is provided.

#### 1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Expenditure on charitable activities includes all costs relating to the furtherance of the charity's objectives as stated in the trustees report and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold property and land	No depreciation applied to land
Buildings	2% per annum
Fixtures and fittings	20% per annum
Motor vehicles	20% per annum

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### 1 Accounting policies

(Continued)

#### 1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

#### 1.8 Cash and cash equivalents

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

#### 1.9 Financial instruments

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

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

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

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

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

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

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

#### ***Derecognition of financial liabilities***

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

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 1 Accounting policies

(Continued)

#### 1.10 Employee benefits

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

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

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Critical accounting estimates and judgements

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

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

### 3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	47,767	64,630
	<u>47,767</u>	<u>64,630</u>
<b>Donations and gifts</b>		
Donations	45,253	61,106
Gift aid	2,514	3,524
	<u>47,767</u>	<u>64,630</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 4 Charitable activities

	2021 £	2020 £
Housing benefit and rental income	96,726	336,993
Grants	75,283	-
	<u>172,009</u>	<u>336,993</u>
Analysis by fund		
Unrestricted funds	96,726	336,993
Restricted funds	75,283	-
	<u>172,009</u>	<u>336,993</u>
<b>Grants</b>		
HMRC Coronavirus Job Retention Scheme	75,283	-
	<u>75,283</u>	<u>-</u>

### 5 Investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Interest receivable	<u>759</u>	<u>447</u>

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 6 Charitable activities

	2021 £	2020 £
Staff costs	114,493	129,066
Depreciation and impairment	53,567	45,811
Rehabilitation costs	104,105	186,864
Courses and other activities	-	116
External staff costs	-	36,433
	<u>272,165</u>	<u>398,290</u>
Share of support costs (see note 7)	41,916	63,275
Share of governance costs (see note 7)	3,260	2,940
	<u>317,341</u>	<u>464,505</u>
<b>Analysis by fund</b>		
Unrestricted funds	242,058	464,505
Restricted funds	75,283	-
	<u>317,341</u>	<u>464,505</u>

### 7 Support costs

	Support costs £	Governance costs £	2021 £	2020 £	Basis of allocation
Staff costs	28,623	-	28,623	34,309	Time spent
Office expenses	12,089	-	12,089	16,612	Direct apportionment
Professional fees	1,204	-	1,204	12,354	Direct apportionment
Accountancy fees	-	3,260	3,260	2,940	Governance
	<u>41,916</u>	<u>3,260</u>	<u>45,176</u>	<u>66,215</u>	
Analysed between Charitable activities	<u>41,916</u>	<u>3,260</u>	<u>45,176</u>	<u>66,215</u>	

Governance costs includes payments to the independent examiners of £2,940 (2020: £2,940).

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 8 Trustees

No trustees were reimbursed expenses in the year (2020: 1 trustee was reimbursed for expenses relating to travel and subsistence costs totalling £531).

1 trustee was remunerated £11,976 (2020: £13,863) for paid employment. They were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

In the current and prior year 1 trustee was issued with a loan of £2,000 which bears an interest rate of 15%. Amounts outstanding at the year end totalled £2,128 (2020: £1,750).

### 9 Employees

#### Number of employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Number of staff	6	8
<b>Employment costs</b>	<b>2021</b> £	<b>2020</b> £
Wages and salaries	131,409	149,699
Social security costs	11,507	10,155
Other pension costs	200	3,521
	<u>143,116</u>	<u>163,375</u>

#### Key management personnel

The total amount paid to the charity's key management personnel for their services to the charity totalled £103,115 (2020: £130,516).

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

### 10 Defined contribution scheme

The company operates a defined contribution pension scheme. During the year employer's contributions charged for these schemes amounted to £200 (2020: £3,521). The amount outstanding at the year end was £10 (2020: £159).

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 11 Tangible fixed assets

	Freehold property and land	Office equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2020	1,504,103	118,423	44,144	1,666,670
Additions	-	13,021	-	13,021
At 31 March 2021	1,504,103	131,444	44,144	1,679,691
<b>Depreciation and impairment</b>				
At 1 April 2020	391,673	62,077	16,739	470,489
Depreciation charged in the year	30,082	14,656	8,829	53,567
At 31 March 2021	421,755	76,733	25,568	524,056
<b>Carrying amount</b>				
At 31 March 2021	1,082,348	54,711	18,576	1,155,635
At 31 March 2020	1,112,430	56,346	27,405	1,196,181

### 12 Fixed asset investments

	Notes	2021 £	2020 £
Other investments comprise:			
Investments in subsidiaries	19	100	100

### 13 Debtors

	2021 £	2020 £
<b>Amounts falling due within one year:</b>		
Trade debtors	1,533	7,822
Amounts owed by fellow group undertakings	495	495
Other debtors	4,478	2,326
	6,506	10,643

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 14 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	1,645	-
Other creditors	10	-
Accruals and deferred income	4,915	3,859
	<u>6,570</u>	<u>3,859</u>

### 15 Restricted funds

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

	Movement in funds			Balance at 31 March 2021 £
	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	
HMRC Coronavirus Job Retention Scheme	-	75,283	(75,283)	-

#### HMRC Coronavirus Job Retention Scheme

Amounts received regarding furlough submissions to fund wage and salary costs.

### 16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2019 £	Resources expended £	Transfers £	Balance at 1 April 2020 £	Resources expended £	Transfers £	Balance at 31 March 2021 £
Fixed asset fund	1,190,046	(45,811)	51,946	1,196,181	(53,567)	13,021	1,155,635
	<u>1,190,046</u>	<u>(45,811)</u>	<u>51,946</u>	<u>1,196,181</u>	<u>(53,567)</u>	<u>13,021</u>	<u>1,155,635</u>

The fixed asset fund represents the functional fixed assets used to further the charity's aims.

Transfers from the designated fund relate to additions and depreciation movement in the year.

**VICTORY OUTREACH U.K.**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 31 MARCH 2021**

17 Analysis of net assets between funds	Unrestricted funds		Designated funds		Restricted funds		Total Unrestricted funds		Designated funds		Total	
	2021	£	2021	£	2021	£	2020	£	2020	£	2020	£
Fund balances at 31 March 2021 are represented by:												
Tangible assets	-		1,155,635		-		-		1,155,635		1,196,181	1,196,181
Investments	100		-		-		100		100		-	100
Current assets/(liabilities)	118,026		-		-		174,286		118,026		174,286	174,286
	118,126		1,155,635		-		174,386		1,273,761		1,196,181	1,370,567

# VICTORY OUTREACH U.K.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 18 Related party transactions

1 trustee was remunerated £11,976 (2020: £13,863) for consultancy work. They were not remunerated for their role as a trustee.

No trustee received remuneration for their role as a trustee during the current or previous year.

In the current and prior year 1 trustee was issued with a loan of £2,000 which bears an interest rate of 15%. Amounts outstanding at the year end totalled £2,128 (2020: £1,750).

### 19 Subsidiaries

These financial statements are separate charity financial statements for Victory Outreach U.K.

The financial statements of the subsidiary can be found on Companies House. The company number is 10043967, a company registered in England and Wales whose registered office is Child & Child Accountants, 49 Somerset Street, Abertillery, Gwent, Wales, NP13 1DL.

As the gross income of the parent charity and its subsidiaries do not exceed the threshold limits consolidated accounts have not been prepared.

Details of the charity's subsidiaries at 31 March 2021 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Work Force Rehab Limited	United Kingdom	Facilities management	Ordinary Shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Work Force Rehab Limited	-	(495)

The investments in subsidiaries are all stated at cost.