

COMPANY REGISTRATION NUMBER: 01705859

CHARITY REGISTRATION NUMBER: 514302

Sandwell Homeless and Resettlement Project Limited
Company Limited by Guarantee
Unaudited Financial Statements
Housing registration number: 5054
31 March 2023

CHARTWELLS ACCOUNTANTS LIMITED

Chartered Accountants
217 Long Lane
Halesowen
West Midlands
B62 9JT

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2023

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Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name Sandwell Homeless and Resettlement Project Limited

Charity registration number 514302

Company registration number 01705859

Principal office and registered office 109 St. Pauls Road
Smethwick
B66 1EY
England

The trustees

Mr M R Watkins

Ms K Brooks

Ms B Foster

Ms K Perry

Ms N Mozlu

(Resigned 11 October 2022)

Mr S Yates

Mr R Trumpeter

(Appointed 28 September 2022)

Independent examiner Mr Christopher Goldie BSc ACA
217 Long Lane
Halesowen
West Midlands
B62 9JT

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Structure, governance and management

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 11th January 1983 and registered as a charity on 14th October 1983. The association was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and Appointment to the Board

The directors of the company are also charity trustees for the purpose of charity law and under the company's Articles are known as Board Members. Under the requirements of the Memorandum and the Articles of Association the Board are elected to serve for a period of three years after which they may be re-elected at the next Annual General Meeting.

Sandwell is a very diverse area with a wide range of cultures and religions being represented. The Board seeks to ensure that the needs of service users are appropriately reflected through the diversity of the trustees elected to the board.

Trustee Induction and Training

New Board Members are invited to meet the board in order that they may get a feel for the organisation and to understand the obligations of becoming a Board Member. After their attendance at this meeting if they wish to pursue their application further applicants are invited to visit the projects to meet staff and beneficiaries. Following this new Trustees may be appointed by the Board and will then be provided with further opportunities for induction and training. Trustees contribute their time and skills at Board Meetings and with other projects requiring trustee involvement and calling upon their particular expertise.

Members of the Board

During the year Nasrin Mozlu director since 17th November 2021 resigned and Ryan Trumpeter joined the board as a new trustee / director.

Board members as at 31st March 2023;

- Michael Roland Watkins, director since March 1983
- Bianca Foster, director since 15th September 2021
- Ryan Trumpeter, Appointed director 28th September 2022
- Steve Yates, director since 30th March 2022
- Karen Perry, director since 28th July 2021
- Kathryn Brooks (Chair), director since November 2018

The position of company secretary was vacant at year end.

Risk Management

The Board has drawn up a risk register which provides details of actions to be taken to reduce risk. The risk register is reviewed and updated by the Board regularly. The charity also purchases a range of insurance policies.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Organisational Structure

Sandwell Homeless and Resettlement Project has a Board of up to 10 members who meet every two months and who are responsible for the strategic direction and policy of the charity. SHARP embraces the Equality Act 2010 and recruits Board members from any background and with any of the 9 protected characteristics described within the Act. At present the Board has 6 members.

Day-to-day responsibility for the provision of operations, services and financial probity is delegated by the Board to the Senior Officers employed by SHARP. These senior officers are responsible for ensuring that the charity delivers the services specified and that the charity meets its obligations and aspirations.

At year end a Business Manager was in place, supported by two project managers, one for The Gap project and one for The Gables and Community Support.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Objectives and activities

Objectives

The Charity's objects and principal activities are to:

Care for persons in need, who are homeless or who by reason of adverse circumstances are in need of help in acquiring a settled way of life through the establishment of residential accommodation and to assist these persons so as to develop their physical, mental and spiritual capacities that they may develop full maturity as responsible individuals and members of society and that their conditions of life may be improved.

The main objectives and activities for the year continue to focus upon helping people who are homeless to find appropriate accommodation, either within SHARP or elsewhere, offer them support and advice to enable them to manage their accommodation and to enjoy a reasonable quality of life. SHARP is a registered social landlord.

The strategies employed to assist the charity to meet these objectives include, but not exhaustive, the following;

- Provide accommodation of good quality for homeless people in Sandwell
- Provide a service for homeless people in Sandwell and signposting to other agencies as appropriate giving information on vacancies and support where available in Sandwell
- Provide the support necessary to enable service users to manage their own accommodation successfully
- Involve service users in the development of their personal support plans, which include attainable targets, regular reviews and flexibility to enable and embrace change
- Train service users to use the internet to allow them to access a number of online activities such as bidding for a home, finding a job and registering for universal credit
- Liaise with local housing providers concerning housing and other needs of service users
- Research the housing needs of homeless people
- Participate proactively with local initiatives including Sandwell Council of Voluntary Organisations, and Sandwell Metropolitan Borough Council

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Activities

The GAP Supported Housing Project

The GAP project consists of 30 furnished one bedroom flats at Selby House, Wallace Close, Oldbury, West Midlands, B69 1HW. GAP offers accommodation and support to teenage parents and their children, also single females aged 16 to 19 years..

Community Floating Support & Spot Purchasing

SHARP provides floating support through a contract with the council and specialist support through spot purchasing. This supports people with complex needs and who are hard to reach to continue to live well in their own homes.

247 & 247a Barclay Road, Smethwick

Barclay Road offers accommodation and support through two self-contained apartments. The freehold of Barclay Road is owned by SHARP. We have continued to provide ongoing support to our residents.

The Gables

The Gables is enjoying its 3rd year and has firmly established its reputation as an excellent provider of supported accommodation within Sandwell. We are continuing to work in conjunction with Sandwell Council's Complex Hub Team in accepting their referrals and it is gratifying that they often refer to us before referring to other Sandwell supported accommodation providers.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Achievements and performance

The GAP supported housing project

This year we have supported 25 families and 2 single families. We have been working closely with Black Country Health Care Foundation who hold a wellbeing drop in session once a week for our service users to attend. Staff now have mental health first aid training to support service users emotional wellbeing. With funding received from Cash for Kids we have been able to have emergency funds available to support service users with the cost of living crisis and for a third consecutive year have been able to purchase through DPD an annual Dudley Zoo pass that admits two adults and two children for free. This pass is very popular and gives our young families a fun and educational day out. The property is owned by Sandwell Metropolitan Borough Council and managed through a contractual arrangement by SHARP

247 & 247a Barclay Road, Smethwick

We have provided outreach support to our residents and continued to help them live independently within the community.

The Gables

Our number of accommodation units increased from 18 to 19 and the IT suite was converted to a bedsit for a young man who would find it difficult to reside within the main building.

Over the past 2 years we have received several referrals for individuals with enduring mental health difficulties, and who have or would struggle with maintaining their own tenancies and the team have received positive feedback from the involved agencies for providing a safe non-judgmental home environment. It is at present envisaged that the majority will be residing longer term at the Gables due to there being a lack of appropriate move on accommodation or an independent tenancy would not be appropriate.

We continue to work in partnership with SMBC Complex Hub, Cranstoun drug and alcohol services, Probation plus the Community Mental Health Teams and it is rewarding that a lot of their team have become regular visitors here as we have developed strong working relationships with them.

90 people (including the current 19 residents) have resided at the Gables since December 2020 and the majority have moved into their own tenancies or other supported housing schemes.

We have received very positive feedback from a number of residents about the safe living environment we provide and that they really do consider the Gables to be 'home'.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Financial review

Responsibilities of the Board

The Board is responsible for maintaining proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the charitable company to enable them to ensure that the financial statements comply with the Companies Act 1985. The Board is also responsible for safeguarding the assets of the charitable company and for taking reasonable steps for the prevention and detection of fraud and any other irregularities.

Investment Policy

Under the Memorandum and Articles of Association, the charity has the power to invest in the interest of the charity and/or its beneficiaries. The Board, having regard to the liquidity requirements of the organisation and to the reserves policy, have operated a policy of keeping available funds in an interest bearing deposit account, albeit with low reserves and low interest rates this does not currently generate any significant income.

Reserves Policy

Having examined the circumstances facing the charity and its future income and expenditure patterns the trustees have established that a prudent level of reserves for the charity to hold would be equivalent to three month's salary costs (including tax and NI costs) plus a sum to cover exceptional costs related to closure / transfer of the charity - as at April 2023 the former figure would amount to £131,000 whilst the latter figure was set at £35,000. We are pleased to confirm that our reserve levels have now rebuilt sufficiently to cover this sum, following the refurbishment of the Gables. We will continue to try to strengthen our reserves further in future years.

Review of the year April 2022 to March 2023

This year has been a year of consolidation and development. We are delighted that we have been able to continue to be a real living wage employer during the current cost of living crisis. We have also been able to begin to repay the capital on the loan taken out to finance the refurbishment of the Gables. We have continued to develop the services we offer at both our major centres including extending the criteria for admission to the Gap and achieving high levels of occupancy at The Gables. Our success has been such that the council has asked us to provide consultancy to support its own running of an in-house provision and we hope to continue to develop close working relationships with the council in order that we can both better serve the homeless people of Sandwell.

Plans for 2023-24

We will begin to explore new ventures and continue to improve and extend what we offer in our existing projects. We will also keep under review the implications of new expectations around Ofsted regulation of provision for 16/17 year old children in care and the associated tendering provisions.

We will continue to pay down our loan and to build our reserves

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Accounts

Company law requires the Board to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources for the financial year. In preparing those financial statements, the Board follows best practice by;

- Selecting suitable accounting policies and then applying them consistently
- Making judgements and estimates that are prudent and reasonable: and
- Preparing the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue on that basis

The Board is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The Board is also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Members of the Board

Members of the Board, who are directors for the purpose of company law and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out on page 1.

In accordance with company law, as the company's Directors, we certify that:

- So far as we are aware, there is no relevant information of which the company's accountants are unaware; and
- As Directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant information and to establish that the charitable company's accountants are aware of that information.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

The trustees' annual report was approved on 13 September 2023 and signed on behalf of the board of trustees by:

Ms K Brooks
Trustee

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Signature 1

Signed by Kathryn Brooks using authentication code KEspY0ZcVix1WWtD at IP address 31.51.110.176, on 2023/09/14 06:56:56 Z.

Kathryn Brooks 's e-mail address is: kathrynbrookshere@gmail.com.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Sandwell Homeless and Resettlement Project Limited

Year ended 31 March 2023

I report to the trustees on my examination of the financial statements of Sandwell Homeless and Resettlement Project Limited ('the charity') for the year ended 31 March 2023.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Sandwell Homeless and Resettlement Project Limited *(continued)*

Year ended 31 March 2023

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.



Mr Christopher Goldie BSc ACA
Independent Examiner

217 Long Lane
Halesowen
West Midlands
B62 9JT

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2023

		Unrestricted funds	2023 Restricted funds	Total funds	2022 Total funds
	Note	£	£	£	£
Income					
Donations and grants	5	105,670	20,587	126,257	120,445
Charitable activities	6	537,481	—	537,481	605,401
Investment income	7	254	—	254	2
Total income		<u>643,405</u>	<u>20,587</u>	<u>663,992</u>	<u>725,848</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising income	8	524,093	48,140	572,233	643,162
Total expenditure		<u>524,093</u>	<u>48,140</u>	<u>572,233</u>	<u>643,162</u>
Net Income		<u>119,312</u>	<u>(27,553)</u>	<u>91,759</u>	<u>82,686</u>
Transfers between funds		1,405	(1,405)	—	—
Other recognised gains and losses					
Other recognised gains/(losses)		—	—	—	(92,471)
Net movement in funds		<u>120,717</u>	<u>(28,958)</u>	<u>91,759</u>	<u>(9,785)</u>
Reconciliation of funds					
Total funds brought forward		177,057	852,742	1,029,799	1,039,584
Total funds carried forward		<u>297,774</u>	<u>823,784</u>	<u>1,121,558</u>	<u>1,029,799</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 16 to 30 form part of these financial statements.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Statement of Financial Position

31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	13	1,018,512	1,028,183
Current assets			
Debtors	14	61,259	18,455
Cash at bank and in hand		144,975	160,085
		<u>206,234</u>	<u>178,540</u>
Creditors: amounts falling due within one year	15	<u>10,111</u>	<u>12,929</u>
Net current assets		<u>196,123</u>	<u>165,611</u>
Total assets less current liabilities		<u>1,214,635</u>	<u>1,193,794</u>
Creditors: amounts falling due after more than one year	16	<u>93,078</u>	<u>163,995</u>
Net assets		<u>1,121,557</u>	<u>1,029,799</u>
Funds of the charity			
Restricted funds		823,784	852,743
Unrestricted funds:			
Revaluation reserve		93,839	93,839
Other unrestricted income funds		<u>203,934</u>	<u>83,217</u>
Total unrestricted funds		<u>297,773</u>	<u>177,056</u>
Total charity funds	18	<u>1,121,557</u>	<u>1,029,799</u>

For the year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The statement of financial position
continues on the following page.

The notes on pages 16 to 30 form part of these financial statements.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 March 2023

These financial statements were approved by the board of trustees and authorised for issue on 13 September 2023, and are signed on behalf of the board by:

Ms K Brooks
Trustee

The notes on pages 16 to 30 form part of these financial statements.

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Kathryn Brooks's e-mail address is: kathrynbrookshere@gmail.com.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 March 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income	91,759	82,686
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	10,170	9,913
Other interest receivable and similar income	(254)	(2)
Interest payable and similar charges	9,729	3,153
Accrued (income)/expenses	(42,536)	12,714
<i>Changes in:</i>		
Trade and other debtors	(268)	(1,077)
Trade and other creditors	(347)	(65,470)
Cash generated from operations	68,253	41,917
Interest paid	(9,729)	(3,153)
Interest received	254	2
Net cash from operating activities	58,778	38,766
Cash flows from investing activities		
Purchase of tangible assets	(499)	(93,853)
Net cash used in investing activities	(499)	(93,853)
Cash flows from financing activities		
Proceeds from borrowings	(73,388)	167,770
Net cash (used in)/from financing activities	(73,388)	167,770
Net (decrease)/increase in cash and cash equivalents	(15,109)	112,683
Cash and cash equivalents at beginning of year	160,085	47,402
Cash and cash equivalents at end of year	144,976	160,085

The notes on pages 16 to 30 form part of these financial statements.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2023

1. General Information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 109 St. Pauls Road, Smethwick, B66 1EY, England.

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 Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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.

Foreign currencies

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial 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.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

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.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Tangible assets

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

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

The property was valued on 10th June 2021 by Bruton Knowles Property Consultants, a qualified member of the Royal Institution of Chartered Surveyors (RICS).

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:

Plant and machinery	-	20% straight line
Fixtures and fittings	-	20% straight line

No depreciation has been charged on freehold property as the Trustees believe that the property will be maintained to a level where the value of the property is not expected to diminish. The property will be valued with sufficient regularity to ensure that the value reported in the financial statements is not materially different to its actual market value.

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.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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.

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

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

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.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

4. Limited by guarantee

The charity is a company limited by guarantee and consequently does not have share capital. Each member has undertaken to contribute £10 to the assets of the company to meet its liabilities if called upon to do so.

5. Donations and grants

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations			
Unrestricted donations	30,060	—	30,060
Restricted donations - Bauer Radio	—	2,125	2,125
Restricted donations - The Clothworker Foundation	—	—	—
Restricted donations - Arnold Clark Foundation	—	1,000	1,000
Restricted donations - The Blakmore Foundation	—	110	110
Restricted donations - The George Henry C GHCC	—	—	—
Restricted donations - Cheshire Community CCF	—	—	—
Restricted donations - Leeds Building Society	—	—	—
Restricted donations - The Percy Bilton Charity	—	—	—
Restricted donations - The Rowlands Trust	—	1,000	1,000
Restricted donations - Baron Davenports Charity	—	640	640
Restricted donations - BBC Children in Need	—	8,340	8,340
Restricted donations - Roger & Douglas	—	—	—
Restricted donations - The Othona Community	—	323	323
Restricted donations - F/Flow The Morrison	—	5,000	5,000
Restricted donations - Michael Marsh Trust	—	549	549
Restricted donations - Cole Charitable Trust - Gables Beds	—	1,500	1,500
Restricted donations - DPD Group - Gap Project	—	—	—
Grants			
SMBC core grant	75,610	—	75,610
	<u>105,670</u>	<u>20,587</u>	<u>126,257</u>

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

5. Donations and grants *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Unrestricted donations	15,160	—	15,160
Restricted donations - Bauer Radio	—	—	—
Restricted donations - The Clothworker Foundation	—	5,400	5,400
Restricted donations - Arnold Clark Foundation	—	1,000	1,000
Restricted donations - The Blakmore Foundation	—	147	147
Restricted donations - The George Henry C GHCC	—	2,000	2,000
Restricted donations - Cheshire Community CCF	—	5,000	5,000
Restricted donations - Leeds Building Society	—	1,000	1,000
Restricted donations - The Percy Bilton Charity	—	500	500
Restricted donations - The Rowlands Trust	—	874	874
Restricted donations - Baron Davenports Charity	—	—	—
Restricted donations - BBC Children in Need	—	8,039	8,039
Restricted donations - Roger & Douglas	—	5,000	5,000
Restricted donations - The Othona Community	—	—	—
Restricted donations - F/Flow The Morrison	—	—	—
Restricted donations - Michael Marsh Trust	—	1,800	1,800
Restricted donations - Cole Charitable Trust - Gables Beds	—	—	—
Restricted donations - DPD Group - Gap Project	—	715	715
Grants			
SMBC core grant	73,810	—	73,810
	<u>88,970</u>	<u>31,475</u>	<u>120,445</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Barclay Road	7,812	7,812	115,598	115,598
GAP project	194,483	194,483	210,405	210,405
Community support	73,102	73,102	83,066	83,066
Gables	262,084	262,084	196,332	196,332
	<u>537,481</u>	<u>537,481</u>	<u>605,401</u>	<u>605,401</u>

7. Investment Income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	254	254	2	2

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

8. Costs of raising income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Charitable fund raising costs	11,154	—	11,154
Wages and salaries	381,594	23,524	405,117
Employer's NIC	23,579	—	23,579
Pension costs	3,529	—	3,529
Insurance	9,461	—	9,461
Other motor/travel costs	2,421	—	2,421
Legal and professional fees	4,208	—	4,208
Information technology	6,057	—	6,057
Other office costs	15,070	—	15,070
Depreciation	3,235	6,935	10,170
Bank charges	248	—	248
Bank loan interest	9,729	—	9,729
Other support costs	6,541	8,927	15,468
Training	972	—	972
Accountancy fees	4,080	—	4,080
Premises expenses	42,215	8,754	50,970
	<u>524,093</u>	<u>48,140</u>	<u>572,233</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Charitable fund raising costs	11,069	—	11,069
Wages and salaries	382,912	17,229	400,141
Employer's NIC	24,361	—	24,361
Pension costs	4,819	—	4,819
Insurance	7,718	—	7,718
Other motor/travel costs	3,307	—	3,307
Legal and professional fees	14,710	—	14,710
Information technology	14,950	—	14,950
Other office costs	17,363	—	17,363
Depreciation	2,978	6,935	9,913
Bank charges	515	—	515
Bank loan interest	3,153	—	3,153
Other support costs	5,628	3,344	8,972
Training	1,146	—	1,146
Accountancy fees	4,440	—	4,440
Premises expenses	105,716	10,869	116,585
	<u>604,785</u>	<u>38,377</u>	<u>643,162</u>

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

9. Net income

Net income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	10,170	9,913
Foreign exchange differences	248	515
Operating lease rentals - land & buildings	—	54,099
Operating lease rentals - other	4,215	4,465

10. Independent examination fees

	2023	2022
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	4,080	4,440

11. Staff costs

The average head count of employees during the year was 24 (2022: 24). The average number of full-time equivalent employees during the year is analysed as follows:

	2023 No.	2022 No.
Chief executive officer	—	1
Business manager	1	1
Head of care and community	1	1
Central admin	1	1
GAP project	11	9
Crown house	—	1
Community support	4	4
The Gables	6	6
	24	24

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

Key Management Personnel

The total remuneration paid to key management personnel in the year amounted to a total of £45,437 (2022: £63,510).

12. Trustee remuneration and expenses

None of the trustees received a remuneration. No other benefits from employment with the charity or a related entity were received by the trustees.

No trustee expenses have been incurred

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

13. Tangible fixed assets

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Total £
Cost				
At 1 April 2022	995,000	74,028	34,675	1,103,703
Additions	—	499	—	499
At 31 March 2023	995,000	74,527	34,675	1,104,202
Depreciation				
At 1 April 2022	—	65,667	9,853	75,520
Charge for the year	—	3,235	6,935	10,170
At 31 March 2023	—	68,902	16,788	85,690
Carrying amount				
At 31 March 2023	995,000	5,625	17,887	1,018,512
At 31 March 2022	995,000	8,361	24,822	1,028,183

Freehold property is used for the purpose of social housing.

Freehold property was valued on 10 June 2021 by Bruton Knowles Property Consultants, a qualified member of the Royal Institution of Chartered Surveyors (RICS). The basis on which the valuation was made was depreciated replacement cost.

Tangible fixed assets held at valuation

In respect of tangible fixed assets held at valuation, the aggregate cost, depreciation and comparable carrying amount that would have been recognised if the assets had been carried under the historical cost model are as follows:

	Freehold property £
At 31 March 2023	
Aggregate cost	526,289
Aggregate depreciation	—
Carrying value	526,289
At 31 March 2022	
Aggregate cost	526,289
Aggregate depreciation	—
Carrying value	526,289

14. Debtors

	2023 £	2022 £
Prepayments and accrued income	61,259	18,455

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

15. Creditors: amounts falling due within one year

	2023	2022
	£	£
Bank loans and overdrafts	1,304	3,775
Trade creditors	4,531	5,074
Accruals and deferred income	4,080	4,080
Other creditors	196	—
	<u>10,111</u>	<u>12,929</u>

16. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	<u>93,078</u>	<u>163,995</u>

17. 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 £3,529 (2022: £4,819).

18. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2022	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2023
	£	£	£	£	£	£
General funds	83,218	643,405	(524,093)	1,404	—	203,934
Revaluation reserve	<u>93,839</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>93,839</u>
	<u>177,057</u>	<u>643,405</u>	<u>(524,093)</u>	<u>1,404</u>	<u>—</u>	<u>297,773</u>

	At 1 Apr 2021	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2022
	£	£	£	£	£	£
General funds	86,100	694,373	(604,785)	(92,471)	—	83,217
Revaluation reserve	<u>93,839</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>93,839</u>
	<u>179,939</u>	<u>694,373</u>	<u>(604,785)</u>	<u>(92,471)</u>	<u>—</u>	<u>177,056</u>

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

18. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 Apr 2022 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2023 £
Grantham Yorke Trust	—	—	(25)	—	—	(25)
Welcome Boxes	789	—	(651)	—	—	138
The Rowlands Trust	984	1,000	(984)	—	—	1,000
Baron Davenports Charity	543	640	(1,183)	—	—	—
BBC Children in Need	894	8,340	(9,234)	—	—	—
Roger & Douglas Michael Marsh Trust	500	—	(500)	—	—	—
	1,332	549	(1,881)	—	—	—
Cole Charitable Trust - Gable Beds	—	1,500	(1,051)	—	—	449
DPD Trust - Weston Trip	710	—	(370)	—	—	340
DPD Group - GAP Project	2,005	—	(1,998)	—	—	7
BHSF Medical Charity	—	—	—	—	—	—
Bauer Radio	690	2,125	(2,071)	—	—	744
Heart of England	8,675	—	(8,675)	—	—	—
Lloyds Bank	1,405	—	—	(1,405)	—	—
The Clothworker Foundation	25	—	—	—	—	25
Arnold Clark Automotive	869	1,000	(934)	—	—	935
The Blakmore Foundation	—	110	(110)	—	—	—

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

18. Analysis of charitable funds *(continued)*

The George Henry C GHCC	2,000	—	(2,000)	—	—	—
Cheshire Community CCF	5,000	—	(5,000)	—	—	—
Leeds Building Society	1,000	—	(314)	—	—	686
The Percy Bliton Charity	500	—	(500)	—	—	—
The Othona Community	—	323	—	—	—	323
F/Flow The Morrison	—	5,000	(3,724)	—	—	1,276
The Gables	449,949	—	(6,935)	—	—	443,014
The Gables Revaluation	374,872	—	—	—	—	374,872
	<u>852,742</u>	<u>20,587</u>	<u>(48,140)</u>	<u>(1,405)</u>	<u>—</u>	<u>823,784</u>

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2022 £
Grantham Yorke Trust	—	—	—	—	—	—
Welcome Boxes	1,045	—	(256)	—	—	789
The Rowlands Trust	984	874	(874)	—	—	984
Baron Davenports Charity	543	—	—	—	—	543
BBC Children in Need	617	8,039	(7,761)	—	—	895
Roger & Douglas	—	5,000	(4,500)	—	—	500
Michael Marsh Trust	—	1,800	(468)	—	—	1,332
Cole Charitable Trust - Gable Beds	—	—	—	—	—	—
DPD Trust - Weston Trip	1,685	—	(975)	—	—	710
DPD Group - GAP Project	1,400	715	(110)	—	—	2,005
BHSF Medical Charity	11	—	(11)	—	—	—
Bauer Radio	1,645	—	(955)	—	—	690

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

18. Analysis of charitable funds *(continued)*

Heart of England	10,000	—	(1,325)	—	—	8,675
Lloyds Bank	9,959	—	(8,554)	—	—	1,405
The Clothworker Foundation	—	5,400	(5,375)	—	—	25
Arnold Clark Automotive	—	1,000	(131)	—	—	869
The Blakmore Foundation	—	147	(147)	—	—	—
The George Henry C GHCC Cheshire	—	2,000	—	—	—	2,000
Community CCF	—	5,000	—	—	—	5,000
Leeds Building Society	—	1,000	—	—	—	1,000
The Percy Bilton Charity	—	500	—	—	—	500
The Othona Community	—	—	—	—	—	—
F/Flow The Morrison	—	—	—	—	—	—
The Gables	364,413	—	(6,935)	92,471	—	449,949
The Gables Revaluation	467,343	—	—	—	(92,471)	374,872
	<u>859,645</u>	<u>31,475</u>	<u>(38,377)</u>	<u>92,471</u>	<u>(92,471)</u>	<u>852,743</u>

19. Analysis of net assets between funds

The transfer of £0 (2022: £92,471) from Unrestricted Funds to Restricted Funds represents the expenditure incurred on The Gables during the year.

The transfer of £1,405 (2022: £0) from Restricted Funds to Unrestricted Funds relates to Lloyds Bank, which has been reclassified by the Trustees as an unrestricted fund.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

19. Analysis of net assets between funds *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	200,626	817,886	1,018,512
Current assets	200,336	5,898	206,234
Creditors less than 1 year	(10,111)	—	(10,111)
Creditors greater than 1 year	(93,078)	—	(93,078)
Net assets	297,773	823,784	1,121,557

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	203,361	824,822	1,028,183
Current assets	150,619	27,921	178,540
Creditors less than 1 year	(12,929)	—	(12,929)
Creditors greater than 1 year	(163,995)	—	(163,995)
Net assets	177,056	852,743	1,029,799

20. Social housing units

The following units of Social Housing were held by the charitable company during the year:

	2023 £	2022 £
Supported Housing	51	51

21. Social housing rent arrears

There were no social housing rentals in arrears as at 31 March 2023

22. Recycled capital grant fund

There were no transactions during the year to be recognised within the Recycled Capital Grant Fund.

23. Disposal proceeds fund

There were no transactions during the year to be recognised within the Disposal Proceeds Fund.

Sandwell Homeless and Resettlement Project Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

24. Analysis of changes in net debt

	At 1 Apr 2022	Cash flows	At 31 Mar 2023
	£	£	£
Cash at bank and in hand	160,085	(15,110)	144,975
Debt due within one year	(3,775)	2,471	(1,304)
Debt due after one year	(163,995)	70,917	(93,078)
	<u>(7,685)</u>	<u>58,278</u>	<u>50,593</u>

25. Operating lease commitments

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

	2023	2022
	£	£
Not later than 1 year	3,205	4,215
Later than 1 year and not later than 5 years	<u>3,118</u>	<u>6,323</u>
	<u>6,323</u>	<u>10,538</u>

26. Contingencies

On 11 November 2019, Sandwell Homeless and Resettlement Project Limited acquired the freehold property known as The Gables for £1. The transfer of the property also included the liability of an outstanding social housing grant of £552,846. The social housing grant is only repayable if the specific conditions attached to the grant are breached.

27. Related parties

There were no related party transactions for the year end 31 March 2023.