

**TURNING LIVES AROUND LTD**  
**(A company limited by guarantee)**

**Trustees' Report and Financial Statements**  
**For the year ended 31 March 2022**

**Charity number 515300**  
**Company number 1790817**

**TURNING LIVES AROUND**  
**(A company limited by guarantee)**

**Financial statements for the year ended 31 March 2022**

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**Legal and administrative information**

Charity name	Turning Lives Around Ltd	
Charity registration number	515300	
Company registration number	1790817	
Registered office and Administration address	4 Ashbrooke Business Park Parkside Lane Leeds LS11 5SF	
Supervisory Board	Mr. I. Livingstone Mr. M. Ford Mrs. E. R. Tebbs-Ogutu Mr. R. Lamborn Mrs. M. A. Ballance Mr. M. White Mrs. S. Jewitt Mr. N. Mather Mr. S. Adris Mr. M. Kerr	Chair Vice Chair  (ret. 02.08.2022)        (app. 02.08.2022) (app. 02.08.2022)
Chief Executive	Mr. S. Hoey	
Finance Director and Company Secretary	Mr. A. D. Marriott BA FCCA	
Auditors	Brown Butler Chartered Accountants Leigh House 28 – 32 St. Paul's Street LEEDS LS1 2JT	
Bankers	Lloyds Bank plc PO Box 128 69 Albion Street LEEDS LS1 1YX	
Solicitors	Weightmans llp 100 Old Hall Street, LIVERPOOL, L3 9QJ	

## **Report of the Supervisory Board**

The members of the Supervisory Board present their report and the audited financial statements for the year ended 31 March 2022.

### **Members of the Supervisory Board**

The members of the Supervisory Board during the year were as follows;

Mr. I. Livingstone	Mr. M. Ford
Mr. D. Penman (resigned 1 <sup>st</sup> February 2022)	Mr. M. Meadowcroft (resigned 8 <sup>th</sup> April 2022)
Mrs. E.R.Tebbs-Ogutu	Mr. R. Lamborn (resigned 2 <sup>nd</sup> August 2022)
Mrs. M. A. Ballance	Mr. M. White
Mrs. S. Jewitt	Mrs. G. Laidler (resigned 1 <sup>st</sup> February 2022)
Mr. N. Mather (appointed 4 <sup>th</sup> May 2021)	

Members of the Supervisory Board are directors of the company for the purpose of company law, and trustees for the purpose of charity law.

### **Accounts**

The members of the Supervisory Board submit the audited financial statements of the group for the year ended 31 March 2022. As set out on page 16, the net incoming resources for the year amount to a deficit of £146,012 (a surplus of £82,008 in 2021) and are dealt with as shown in the statement of financial activities. General funds are reporting a deficit for the year of £136,978. Restricted funds showed no movement for the year. Designated funds showed a deficit for the year of £9,034.

### **Impact Statement**

As a result of the company having to comply with the requirements of FRS102 regarding Retirement Benefits within the financial statements, we are required to report the pension liabilities for the legacy staff from Leeds City Council that are members of the West Yorkshire Pension Fund (WYPF). The WYPF scheme is presently reporting a deficit, however, due to the long term nature of pensions this deficit is understood by the regulatory bodies such as the Charities Commission to have little or no impact on the viability of the charity.

### **Status**

Turning Lives Around ("TLA") is a company limited by guarantee and has no share capital. At 31 March 2022, there were 27 members (2021 - 27), each of whom has guaranteed to contribute an amount not exceeding £1 in the event of the winding up of the company. The company is a registered charity number 515300.

The company has one wholly owned subsidiary Business 900 Community Interest Company, the subsidiary's results are consolidated into the financial statements.

The company is governed by its Memorandum and Articles of Association which outlines the objects and powers of the charitable company. Under the company's Articles of Association, one third of the members of the Supervisory Board retires by rotation at the AGM and are eligible for re-election.



## **Report of the Supervisory Board (continued)**

### **Governing body – Skills of Supervisory Board**

The charity's work focuses upon accommodating and supporting vulnerable homeless people. The Supervisory Board seeks to ensure that the needs of the service users are appropriately reflected through the diversity of membership. To enhance the potential pool of trustees, the charity has, through selective advertising, sought to identify potential trustees.

The more traditional business skills are well represented on the Supervisory Board. In an effort to maintain this broad skill mix, members of the Supervisory Board are requested to provide a list of their skills (and update it each year). In the event of particular skills being lost due to retirement, the charity will seek to recruit new members to the Board possessing those skills.

Pay and remuneration of key management personnel is set by reviewing the market rates for those positions and also to compare rates with competition in the same locality and sector.

### **Trustee induction and training**

New trustees are encouraged to attend an induction programme, which includes meetings with the Chief Executive (explanation of operational procedures) and Finance Director (explanation of budgets and accounts). This would be followed by visits to each of the charity's schemes.

### **Operational Structure**

TLA has a Supervisory Board of up to seven members who meet quarterly and are responsible for the strategic direction and policy of the charity. At present the Board has seven members from a variety of professional backgrounds, relevant to the work of the charity. The Secretary also sits on the Board but has no voting rights. The Supervisory Board is supported by an Executive Board that meets monthly.

A scheme of delegation is in place and day-to-day responsibility for the provision of the services rest with the Chief Executive and Finance Director. The Chief Executive is responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. Senior Managers who report directly to the Chief Executive, have responsibility for day-to-day operational care of the charity, individual supervision of the staff team and also for ensuring that the teams continue to develop their skills and working standards in line with good practice.

### **Insurance**

In accordance with normal commercial practice, the charitable company has purchased insurance to protect the directors and officers from claims arising from negligent acts, errors or omissions occurring whilst on charitable company business. The insurance provides cover up to £1,000,000 on any claim. It is not possible to quantify the directors and officers indemnity element from the overall cost of the commercial insurance policy. The cost of this insurance forms part of the total insurance cost.

### **Objectives and Activities**

The charity's objectives are:

- To relieve poverty, sickness, infirmity, in old age in particular, but not exclusively by means of a provision of accommodation and the provision of advice and counseling.
- The advancement of education, including by (but not limited to) the provision of advice and training and advancing the educational development and care of children especially those under the age of five and advancing the education of those responsible for their day to day care.

## Report of the Supervisory Board (continued)

### Activities

The principal activities of Turning Lives Around during the year continued to be the provision of supported housing for single homeless people.

Turning Lives Around continues to provide supported housing and floating support services throughout the cities of Leeds and Wakefield, for which demand remains high.

The principal activity of the charity's subsidiary, Business 900 Community Interest Company is the provision of cleaning services.

During the year no material goods or services were donated to the charity to further its objectives or activities.

The strategies employed to assist the charity to meet its objectives include the following:

- Providing a range of services that are reflective of relevant quality standards and addressing the potential issues related to drug and alcohol misuse.
- Providing a floating support service to men and women at risk of losing their tenancies as a result of drug and alcohol abuse.
- Providing accommodation with support, advice and basic skills training for young people.
- Providing accommodation and support to men and women who display a number of long standing support needs, which prevent them from living safely and independently within the community.

### Partner Agencies

Accent Group	Leeds Federated Housing Association
Children in Vulnerable Accommodation (CHIVA)	Leeds Metropolitan University
Connect Housing	Leeds University
Drugs & Offender Management Unit (DOMU)	Leeds Youth Offending Team (YOT)
Huddersfield University	Places for People
Leeds Children's Fund	Sanctuary Housing Association
West Yorkshire Probation Service	Foundation UK
Gipsil	Lota Properties
Unity Homes	V Demir Homes
Touchstone	Invest North Ltd
Leeds City Council	Wakefield City Council

### Financial Review and Funding Sources

The year 2021-2022 was influenced by global events making the year an extremely challenging one. All our colleagues should celebrate and be heartily congratulated for their efforts and diligence above and beyond in continuing to support all the vulnerable people during the pandemic.

Most of our services have generated deficits during the year. Each service have had different challenges to overcome in such a difficult year. The continued mobilization of a relatively new contract, problems in recruiting and high maintenance costs in particular influenced the years results. The future still looks challenging, however, the organization continues to look at other funding opportunities from all regions in Yorkshire. The organization will also continue with fundraising activities aimed at the private sector, philanthropic organizations, and individuals.

## **Report of the Supervisory Board (continued)**

The stand-alone SOFA of the main charity made a deficit of £139,765 in the year, the subsidiary Business 900 Community Interest Company made a loss of £8,956. See reserves policy set out below for the impact this has had on the charities reserves.

### **Principal Funding Sources**

Leeds City Council Neighbourhoods and Housing Department  
Leeds City Council Social Services Department  
Wakefield City Council Housing Sustainment Pathway

### **Capital Funding**

The Community Fund (Potterdale Community Resource Centre)  
Right to Buy Replacement Program Funding

### **Other Charity Funding**

- The Clothworkers Foundation
- Henry Smith Charity
- Leeds Womens Aid
- J Paul Getty Trust Charitable Trust
- Huddersfield University
- Leeds Community Foundation
- Leeds Mind
- The Wilmington Trust

## **Achievements and Performance**

### **The Services**

The main area of charitable activities continues to be provision of accommodation with support and outreach work for vulnerable homeless people. TLA works across all the geographical locations in Leeds and Wakefield.

TLA provides housing and support services to people struggling to cope with a broad range of issues including mental health, learning difficulties, drug and alcohol abuse, domestic violence, refugees and offending integration. Our aim is to support people in developing the skills, knowledge and confidence necessary to live successfully and safely in their own homes and to engage effectively within their community.

Every year we regularly seek the views of all our stakeholders by means of a questionnaire. The returned questionnaires are analysed and any suggested improvements to our services are addressed. Performance in all contracts has been successful and the charity continues to strive for and safeguard healthy reserves.

Measures or indicators to assess performance include: monthly Management Accounts compared to budgets, cash flow management and forecasts, void performance by service and for the organisation, planned outcomes, client outcomes, complaints and incidents, utilisation levels of properties and staff attendance.

## Report of the Supervisory Board (continued)

### Safeguarding

TLA continues to place the Safeguarding of adults and children central to all the work we do. We have highly experienced and well trained Senior Managers who lead on Safeguarding issues and all staff regularly receives Safeguarding training.

### Future Plans

TLA is investing in the purchase of properties to increase its own stock. TLA is working towards becoming a Registered Provider of Social Housing. TLA also plans to further its work in related areas and to extend its services further into different regions within Yorkshire. TLA seeks to advance its commitment to a social enterprise and now operates a work-focused initiative to employ and train existing service users.

### Fixed assets

Movements in fixed assets are shown in note 14 in the financial statements.

### Reserves policy

In line with the Charity Commission guidelines the Members of the Supervisory Board have formulated a reserves policy to ensure that a minimum level of reserves is maintained to ensure that Turning Lives Around can continue to provide a level of service having regard to possible future fluctuations in both income and expenditure.

As set out and explained in note 20, the charity has a number of designated reserves to meet specific expenditure as well as an unrestricted general reserve.

These reserves are set out below;

	2022		2021	
	Charity	Consol'd	Charity	Consol'd
	£	£	£	£
Restricted Funds (note 19)	303,743	303,743	303,743	303,743
Designated Reserves (note 20)	93,818	93,818	52,852	52,852
General Reserves (note 20)	442,409	458,620	493,090	515,548
<hr/>				
Total before pension liability	839,970	856,181	849,685	872,143
Pension Reserve (note 20)	(498,000)	(498,000)	(808,000)	(808,000)
	<hr/>	<hr/>	<hr/>	<hr/>
	341,970	358,181	41,685	64,143

The deficit in the Local Government Pension Scheme of £498,000 is recognised in the balance sheet. However, due to the long term nature of the deficit it is not expected to have any material impact on the viability of the charity.

## **Report of the Supervisory Board (continued)**

### **Risk management**

The Supervisory Board has conducted its own review of the major risks to which the Charity is exposed and systems have been established to mitigate those risks. Significant external risks to funding have led to the development of a forward plan which has allowed and will allow for the diversification of funding and activities. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the Charitable Company. These procedures were reviewed during the year to ensure that they still meet the needs of the Charity and also to identify new areas in which the Charity could contribute to the disadvantaged of the city.

### **Statement of the responsibilities of the members of the Supervisory Board**

The trustees (who are also directors for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period. 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 judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business; and
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

## Report of the Supervisory Board (continued)

### Statement as to disclosure of information to auditors

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

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### Auditors

A resolution proposing that Brown Butler Chartered Accountants be reappointed as auditors of the charity will be put to the Annual General Meeting.

### Public benefit

The Supervisory Board have had regard to the Charity Commission's guidance on public benefit and confirm that this guidance forms the basis of planning decisions at both strategic and operational levels.

The report of the members of the Supervisory Board was approved on 9/12/22..... and signed on their behalf by:



*Alan D Marriott*  
Signed on 09/12/22 @ 16:40

Mr. A D Marriott BA FCCA  
Secretary

## **Independent Auditor's Report to the Members of Turning Lives Around Ltd**

### **Opinion**

We have audited the financial statements of Turning Lives Around Ltd (the "charitable parent company") and its subsidiaries (the "group") for the year ended 31 March 2022, which comprise the Consolidated and Company Statement of Financial Activities, the Consolidated and Company Balance Sheets, the Consolidated Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

### **In our opinion, the financial statements:**

- give a true and fair view of the state of the group's and charitable parent company's affairs as at 31 March 2022 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006;
- have been properly prepared in accordance with the Charities SORP FRS102 (October 2019) and the Charities Act 2011.

### **Basis of opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and charitable parent company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's or charitable parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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## **Independent Auditor's Report to the Members of Turning Lives Around Ltd**

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### **Other information**

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

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

- the information given in the trustees' annual report (incorporating the strategic report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' annual report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the group and charitable parent company and their environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the charitable parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the charitable parent company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

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## **Independent Auditor's Report to the Members of Turning Lives Around Ltd**

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### **Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement set out on page 9, the trustees (who are also the directors of the charitable company for the purpose of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the group's and charitable parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed auditor under the Companies Act 2006 and report in accordance with this Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is available on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

### **Capability of the audit in detecting irregularities, including fraud**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The key laws and regulations we have considered in this context included the Companies Act 2006, the Charities Act 2011, pension and tax legislation together with the Charities SORP FRS102 (October 2019). In addition, we have considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the group's and charitable parent company's ability to operate or to avoid a material penalty. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Using our general commercial and sector experience and through discussions with the trustees and other management, we identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements as well as those arising from management's own assessment of the risks that irregularities may occur either as a result of fraud or error.
- We examined the group's and charitable parent company's regulatory and legal correspondence and discussed with the trustees and other management any known or suspected instances of fraud or non-compliance with laws and regulations.

Continued on next page

## Independent Auditor's Report to the Members of Turning Lives Around Ltd

Continued from previous page

### Capability of the audit in detecting irregularities, including fraud - continued

- We communicated identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.
- In addressing the risk of management override of controls, we tested the appropriateness of journal entries. We also challenged assumptions and judgements made by management in their significant accounting estimates and judgements. We also discussed related party relationships and transactions involving them.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

### Use of our report

This report is made solely to the charitable parent company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable parent company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable parent company and the charitable parent company's members, as a body, for our audit work, for this report, or for the opinions we have formed.

*Brown Butler*

Nicola Taylor (Senior Statutory Auditor)  
For and on behalf of Brown Butler  
Chartered Accountants and Statutory Auditor  
Leigh House  
28-32 St Paul's Street  
Leeds  
LS1 2JT

*20 December 2022*

**Charity only Statement of Financial Activities**  
**(incorporating an Income and Expenditure Account)**  
**For the year ended 31 March 2022**

		Unrestricted			TOTAL	TOTAL
		General	Designated	Restricted	2022	2021
	Notes	Funds	Funds	Funds		
		£	£	£	£	£
<b>INCOME FROM:</b>						
<b>Donations and legacies</b>	3	69,931	26,536		96,467	83,664
<b>Charitable activities:</b>						
Contract funding	4	2,651,414			2,651,414	2,298,990
Income from rent	4	3,452,420			3,452,420	3,174,310
<b>Investments</b>	6	3			3	15,464
<b>Total</b>		<b>6,173,769</b>	<b>26,536</b>	<b>-</b>	<b>6,200,305</b>	<b>5,572,428</b>
<b>EXPENDITURE ON :</b>						
<b>Raising funds</b>	7	28,032			28,032	47,633
<b>Charitable activities:</b>						
Support Services	7	2,874,792	29,147		2,903,939	2,474,040
Housing Management	7	3,401,676	6,423		3,408,099	2,937,795
Other Charitable Services	7	-			-	-
<b>Total</b>		<b>6,304,500</b>	<b>35,570</b>	<b>-</b>	<b>6,340,070</b>	<b>5,459,468</b>
<b>Net (Expenditure) / Income</b>		<b>(130,731)</b>	<b>(9,034)</b>	<b>-</b>	<b>(139,765)</b>	<b>112,960</b>
Gross transfer between funds		(50,000)	50,000	-	-	-
<b>Net (Expenditure) / Income</b>		<b>(180,731)</b>	<b>40,966</b>	<b>-</b>	<b>(139,765)</b>	<b>112,960</b>
<b>Other recognised gains &amp; losses</b>						
Gains on revaluation of assets		39,050			39,050	18,939
Actuarial gains / (losses) on defined benefit pension scheme		401,000			401,000	(110,000)
Exceptional Item						
Flowerpots Debtor Impairment		-			-	(12,158)
<b>Net movement in Funds</b>		<b>259,319</b>	<b>40,966</b>	<b>-</b>	<b>300,285</b>	<b>9,741</b>
<b>Reconciliation of funds</b>						
Funds at 1 April 2021		(314,910)	52,852	303,743	41,685	31,944
<b>Funds at 31 March 2022</b>		<b>(55,591)</b>	<b>93,818</b>	<b>303,743</b>	<b>341,970</b>	<b>41,685</b>

All the charitable company's activities derive from continuing operation during the above financial periods.

The notes on pages 20 to 44 form part of these financial statements.

**Consolidated Statement of Financial Activities**  
**(incorporating an Income and Expenditure Account)**  
**For the year ended 31 March 2022**

		Unrestricted			TOTAL	TOTAL
		General	Designated	Restricted	2022	2021
	Notes	Funds	Funds	Funds		
		£	£	£	£	£
<b>INCOME FROM :</b>						
<b>Donations and legacies</b>	3	69,931	26,536		96,467	83,664
<b>Charitable activities:</b>						
Contract funding	4	2,651,414			2,651,414	2,298,990
Income from rent	4	3,452,420			3,452,420	3,174,310
<b>Other trading activities</b>	5	50,536			50,536	182,631
<b>Investments</b>	6	3			3	-
<b>Total</b>		<b>6,224,305</b>	<b>26,536</b>	<b>-</b>	<b>6,250,841</b>	<b>5,739,595</b>
<b>EXPENDITURE ON :</b>						
<b>Raising funds</b>	7	157,111			157,111	311,290
<b>Charitable activities:</b>						
Support Services	7	2,874,792	29,147		2,903,939	2,474,609
Housing Management	7	3,329,381	6,423		3,335,804	2,869,570
Other Charitable Services	7	-			-	-
<b>Other costs</b>						
Corporation tax	7, 10	(1)			(1)	2,118
<b>Total</b>		<b>6,361,283</b>	<b>35,570</b>	<b>-</b>	<b>6,396,853</b>	<b>5,657,587</b>
<b>Net (Expenditure) / Income</b>		<b>(136,978)</b>	<b>(9,034)</b>	<b>-</b>	<b>(146,012)</b>	<b>82,008</b>
<b>Gross transfer between funds</b>		<b>(50,000)</b>	<b>50,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net (Expenditure) / Income</b>		<b>(186,978)</b>	<b>40,966</b>	<b>-</b>	<b>(146,012)</b>	<b>82,008</b>
<b>Other recognised gains &amp; losses</b>						
Gains on revaluation of assets		39,050			39,050	18,939
Actuarial gains/(losses) on defined benefit pension scheme		401,000			401,000	(110,000)
<b>Net movement in Funds</b>		<b>253,072</b>	<b>40,966</b>	<b>-</b>	<b>294,038</b>	<b>(9,053)</b>
<b>Reconciliation of funds</b>						
Funds at 1 April 2021		(292,452)	52,852	303,743	64,143	73,196
<b>Funds at 31 March 2022</b>		<b>(39,380)</b>	<b>93,818</b>	<b>303,743</b>	<b>358,181</b>	<b>64,143</b>

Other than the discontinued operations of 2021, all other group activities derive from continuing operations during the above financial periods.

**The notes on pages 20 to 44 form part of these financial statements.**

**Company Number 1790817**  
**Charity only Balance sheet as at 31 March 2022**

	Note	2022	2021
		£	£
<b>FIXED ASSETS</b>			
Intangible assets	13	2,433	4,865
Tangible assets	14	826,852	605,805
Investments	15	-	150,000
		<u>829,285</u>	<u>760,670</u>
<b>CURRENT ASSETS</b>			
Debtors	16	583,334	530,009
Cash at bank and in hand		<u>242,422</u>	<u>312,475</u>
		<u>825,756</u>	<u>842,484</u>
<b>CURRENT LIABILITIES</b>			
Creditors – amounts falling due within one year	17	<u>673,194</u>	<u>582,950</u>
		<u>673,194</u>	<u>582,950</u>
<b>NET CURRENT ASSETS</b>		<u>152,562</u>	<u>259,534</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		981,847	1,020,204
Creditors – amounts falling due after one year	18	141,877	170,519
<b>NET ASSETS excluding pension liability</b>		<u>839,970</u>	<u>849,685</u>
Defined pension scheme liability	27	498,000	808,000
<b>NET ASSETS incl pension liability</b>		<u>341,970</u>	<u>41,685</u>
<b>THE FUNDS OF THE CHARITY</b>			
<b>Restricted Funds</b>	19	303,743	303,743
<b>Unrestricted Funds</b>	20	536,227	545,942
<b>Pension Reserve</b>	20	(498,000)	(808,000)
<b>Total Funds</b>		<u>341,970</u>	<u>41,685</u>

These financial statements were approved and authorised for issue by the Supervisory Board on 9 December 2022 and signed on its behalf by :-



*Ian Livingstone*  
 Signed on 20/12/22 @ 11:15

Ian Livingstone

**The notes on pages 20 to 44 form part of these financial statements.**

**Company Number 1790817**  
**Consolidated Balance sheet as at 31 March 2022**

	Note	2022	2021
		£	£
<b>FIXED ASSETS</b>			
Intangible assets	13	2,433	4,865
Tangible assets	14	<u>838,843</u>	<u>761,583</u>
		841,276	766,448
<b>CURRENT ASSETS</b>			
Debtors	16	579,222	537,976
Cash at bank and in hand		<u>272,750</u>	<u>327,341</u>
		851,972	865,317
<b>CURRENT LIABILITIES</b>			
Creditors – amounts falling due within one year	17	<u>686,678</u>	<u>585,452</u>
		686,678	585,452
<b>NET CURRENT ASSETS</b>		<u>165,294</u>	<u>279,865</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,006,570	1,046,313
Creditors – amounts falling due after one year	18	150,389	174,170
<b>NET ASSETS excluding pension liability</b>		<u>856,181</u>	<u>872,143</u>
Defined pension scheme liability	27	498,000	808,000
<b>NET ASSETS incl pension liability</b>		<u>358,181</u>	<u>64,143</u>
<b>THE FUNDS OF THE CHARITY</b>			
Restricted Funds	19	303,743	303,743
Unrestricted Funds	20	552,438	568,400
Pension Reserve	20	(498,000)	(808,000)
<b>Total Funds</b>		<u>358,181</u>	<u>64,143</u>

These financial statements were approved and authorised for issue by the Supervisory Board on 9 December 2022 and signed on its behalf by :-



*Ian Livingstone*  
 Signed on 20/12/22 @ 11:15

Ian Livingstone

The notes on pages 20 to 44 form part of these financial statements.

**Consolidated cash flow statement for the year ended 31 March 2022**

	<b>Note</b>	<b>2022</b>	<b>2021</b>
		<b>£</b>	<b>£</b>
<b>Net cash flow from operating activities</b>	<b>25</b>	<b>69,791</b>	<b>240,842</b>
Corporation tax		(2,118)	-
<b>Cash flow from investing activities</b>			
Payments to acquire tangible fixed assets	(79,569)	(67,414)	
Interest received	<u>3</u>	<u>-</u>	
<b>Net cash flow from investing activities</b>		<u>(79,566)</u>	<u>(67,414)</u>
<b>Cash flow from financing activities</b>		<b>(11,893)</b>	<b>173,428</b>
Loan repayments	(10,569)	(8,957)	
Finance lease repayments	(16,239)	(1,667)	
Hire purchase repayments	(5,245)	-	
Interest paid	<u>(10,645)</u>	<u>(7,630)</u>	
<b>Net cash flow from financing activities</b>		<u>(42,698)</u>	<u>(18,254)</u>
<b>Net (reduction) / increase in cash</b>		<b>(54,591)</b>	<b>155,174</b>
<b>Cash at 1 April 2021</b>		<b>327,341</b>	<b>172,167</b>
<b>Cash at 31 March 2022</b>		<u><b>272,750</b></u>	<u><b>327,341</b></u>

The notes on pages 20 to 44 form part of these financial statements.

**Notes to financial statements for the year ended 31 March 2022.****1. General information**

Turning Lives Around is a company limited by guarantee and has no share capital. The liability of each member in the event of a winding up is limited to £1.

The charity is incorporated in England & Wales, is registered as a charity with the Charity Commissioners and is also a public benefit entity as defined by Financial Reporting Standard 102 the "Financial Reporting Standard Applicable in the UK and Republic of Ireland" (FRS 102).

Its registered office and principal place of business is:-

4 Ashbrooke Business Park  
Parkside Lane  
Leeds  
LS11 5SF

**2. Summary of significant accounting policies****2.1 Basis of preparation**

The financial statements have been prepared in accordance with applicable accounting standards including FRS 102 (2022), the 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) (SORP (FRS 102) issued October 2019) and the Companies Act 2006.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The presentation currency is £ sterling and the financial statements have been rounded to the nearest £1.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

**2.2 Funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.



### 2.3 Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably, and it is probable that the income will be received.

For donations to be recognised, the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and these require a level of performance before entitlement can be obtained, then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, they can be measured reliably, and the charity has control over the item. Fair value is determined based on the basis of the value of the gift to the charity. For example, the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received, and the amount can be measured reliably. If entitlement is not met, then these amounts are deferred.

Grants received for the acquisition of fixed assets are accounted for as restricted funds. The restricted fund is reduced by the depreciation or amortisation charges made over the expected useful life of the asset concerned. Other grants are treated as income and, where applicable, they are accounted for as restricted funds. Where the grant covers future accounting periods, the amount relating to future periods is deferred and recognised in the correct period.

### 2.4 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required, and the amount of the obligation can be measured reliably.

### 2.5 Support costs allocation

Support costs are those costs that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, and administrative payroll costs. Where support costs cannot be directly attributed to particular headings, they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

The analysis of these costs is included in note 7.

## Notes to financial statements for the year ended 31 March 2022.

### 2.6 Intangible fixed assets

Intangible fixed assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

Amortisation is charged so as to allocate the cost of intangible assets less their residual values over their estimated useful lives. The annual rates and method of amortisation are as follows:-

Asset class	Amortisation method and rate
Website	20% straight line basis

### 2.7 Tangible fixed assets

Freehold property and leasehold property are measured at fair value at each reporting date with changes in fair value recognised in the SoFA.

Investment properties are measured at fair value at each reporting date with changes in fair value recognised in the SoFA.

Other tangible fixed assets are stated at cost or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Other than freehold, leasehold and investment properties, depreciation is provided on tangible fixed assets on a straight line basis, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows;

Leasehold improvements	- 5 years
Furniture and equipment	- 2-10 years

### 2.8 Impairment of fixed assets

Fixed assets are assessed at each reporting date to determine whether there is any indication that the assets are impaired. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared to its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised in the SoFA. The reversal of an impairment loss is recognised immediately in the SoFA.

### 2.9 Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, if fair value can be measured reliably, they are measured at fair value with changes recognised in 'net gains / (losses) on investments' in the SoFA. Other investments are measured at cost less impairment.

Investments in subsidiaries are measured at cost less impairment.

## Notes to financial statements for the year ended 31 March 2022.

### 2.10 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method, less any impairment.

### 2.11 Creditors

Short term creditors are measured at transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method.

### 2.12 Leases

Fixed assets acquired under finance lease and hire purchase contracts are included in the balance sheet at cost and an appropriate provision made for depreciation. The outstanding liabilities under such agreements less interest not yet due are included in creditors. Interest attributable to each period is charged to the SoFA.

Operating lease rentals are charged to the SoFA as incurred.

### 2.13 Pensions

The charity operates a defined benefit pension scheme with the Local Government Pension Scheme (LGPS) and a defined contribution pension scheme. The assets of both schemes are held in separate trustee administered funds and those in the LGPS are subject to actuarial valuation.

The assets and liabilities of the LGPS are measured using the roll forward approach. This approach is a method of approximately calculating pension scheme assets and liabilities by making adjustments to the results of the last full actuarial valuation exercise. The last full actuarial valuation was performed at 31 March 2019 and is due to be performed again for 2022. The amounts charged to the SoFA are the current service costs and the costs of scheme introductions, benefit changes, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit liability/asset is also recognised in the SoFA and comprises the interest cost on the defined benefit obligation and interest income on the scheme assets, calculated by multiplying the fair value of the scheme assets at the beginning of the period by the rate used to discount the benefit obligations. The difference between the interest income on the scheme assets and the actual return on the scheme assets is recognised in other recognised gains and losses.

Actuarial gains and losses are recognised immediately in other recognised gains and losses.

The pension costs charged to the SoFA regarding the defined contribution scheme are the premiums payable in respect of the accounting period.

### 2.14 Taxation

The charity considers that it meets the definition of a charitable company for UK corporation tax purposes and is accordingly potentially exempt from tax in respect of its income and gains.

## Notes to financial statements for the year ended 31 March 2022.

### 2.15 Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

### 2.16 Critical accounting estimates and assumption

The charity makes estimates and assumptions concerning the future and the resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The main area of estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year relate to the estimates used in valuing the Local Government Pension Scheme (LGPS) and the properties held at fair value.

The present value of the LGPS defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost/income for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 27, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions assets and liabilities at 31 March 2022. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

The carrying amount of the properties held at fair value are disclosed in notes 14 and 15.

### 3 Donations and legacies

#### Charity and Consolidated

	Unrestricted		Restricted	Total	Total
	General	Designated		2022	2021
	£	£	£	£	£
Donations	-	6,698	-	6,698	950
Job retention scheme grants	-	-	-	-	29,978
Other grants	69,931	19,046	-	88,977	52,220
Sundry income	-	792	-	792	516
	<b>69,931</b>	<b>26,536</b>	<b>-</b>	<b>96,467</b>	<b>83,664</b>

Income from donations and legacies in the year ended 31 March 2021 was £83,664 of which £59,783 was attributable to general funds and £23,881 attributable to designated funds.

# Notes to financial statements for the year ended 31 March 2022.

## 4 Charitable activities Charity and Consolidated

Contract funding	Unrestricted General £	Designated £	Restricted £	Total 2022 £	Total 2021 £
Leeds City Council Neighborhood's and Housing Strategy & Commissioning Wakefield City Council Housing Sustainment Pathway Other grants	2,143,374    482,906 25,134 <b>2,651,414</b>	-   -  - <b>-</b>	-   -  - <b>-</b>	2,143,374   482,906 25,134 <b>2,651,414</b>	1,776,072   470,412 52,506 <b>2,298,990</b>

Income from contract funding in the year ended 31 March 2021 was £2,298,990 of which £2,249,647 was attributable to general funds and £49,343 attributable to restricted funds.

## Income from rent

Turning Lives Around provides accommodation for single homeless people. For the majority of residents their only financial support is state benefit. Turning Lives Around charges rents to its residents. The rate at which rent is charged is regulated by the housing associations that it works in partnership with.

	Unrestricted General £	Designated £	Restricted £	Total 2022 £	Total 2021 £
Rent receivable Voids Bad debts written-off	3,902,959 (409,343) (41,196) <b>3,452,420</b>	- - - <b>-</b>	- - - <b>-</b>	3,902,959 (409,343) (41,196) <b>3,452,420</b>	3,494,773 (292,113) (28,350) <b>3,174,310</b>

Income from rent in the year ended 31 March 2021 was £3,174,310 all of which was attributable to general funds.

## 5 Other trading activities Consolidated

	Unrestricted General £	Designated £	Restricted £	Total 2022 £	Total 2021 £
Nursery income Cleaning services Grant income	- 50,536 - <b>50,536</b>	- - - <b>-</b>	- - - <b>-</b>	- 50,536 - <b>50,536</b>	110,545 44,099 27,987 <b>182,631</b>

Other trading activities in the year ended 31 March 2021 was £182,631 all of which was attributable to general funds.

## Notes to financial statements for the year ended 31 March 2022.

**6 Income from investments**  
**Charity only**

	Unrestricted			Total	Total
	General	Designated	Restricted	2022	2021
	£	£	£	£	£
Rent from subsidiary entity	-	-	-	-	15,464
Bank interest received	3	-	-	3	-
	<b>3</b>	<b>-</b>	<b>-</b>	<b>3</b>	<b>15,464</b>

Income from investments in the year ended 31 March 2021 was £15,464 all of which was attributable to general funds.

**7 Expenditure on**  
**Charity only**

	Unrestricted			Total	Total
	General	Designated	Restricted	2022	2021
	£	£	£	£	£
<b>Raising funds</b>					
Costs re investment properties	5,083	-	-	5,083	8,843
Fund raising activities	22,949	-	-	22,949	38,790
<b>Charitable Activities:</b>					
Contract Funding					
Support Services	2,874,792	29,147	-	2,903,939	2,474,040
Housing Management	3,401,676	6,423	-	3,408,099	2,937,795
Other Charitable Activities	-	-	-	-	-
	<b>6,304,500</b>	<b>35,570</b>	<b>-</b>	<b>6,340,070</b>	<b>5,459,468</b>

Expenditure for the year ended 31 March 2021 was £5,459,468 of which £5,451,615 was attributable to general funds, £7,853 was attributable to designated reserves.

**Governance Costs** included within support costs

	2022	2021
	£	£
Audit and accountancy fees	10,458	10,560
Legal and professional fees	11,863	20,656
Annual general meeting costs	-	-
	<b>22,321</b>	<b>31,216</b>

CHARITY ONLY  
NOTES ON THE ACCOUNTS - 31 MARCH 2022

7 EXPENDITURE ON

	BASIS OF ALLOCATION	CONTRACT FUNDING WITH				OTHER CHARITABLE				FUND RAISING ACTIVITIES				TOTAL	
		SUPPORT SERVICES		HOUSING MANAGEMENT		DAY CARE		WATOTO		COMMUNITY INTEREST BROKERAGE		TOTAL		TOTAL	
		£	£	£	£	£	£	£	£	£	£	£	£	£	£
Costs directly allocated to activities															
	Direct	2,090,963	981,653		0	0	0					20,991	20,991	3,093,607	2,876,638
Staff costs	Direct	251,632												251,632	108,725
Agency staff	Direct	31,549	3,486											35,035	8,647
Recruitment	Direct	1,780	1,281,231											1,283,011	1,112,542
Premises	Direct	10,168	38,758											48,926	51,751
Insurance	Direct	3,671	257,284											261,597	122,091
Maintenance	Direct		256,379								642		642	256,379	185,846
Furniture & renewals	Direct	3,122	99,975								0		0	103,097	108,226
Heat and light	Direct	71,688	1,027						0	0				72,715	53,829
Travel	Direct	18,504	4,331											22,835	17,184
Printing, Postage & Stationery	Direct	36,227	4,557						0	0				40,817	44,739
Communications	Direct	31,947	121,218						0				33	156,720	178,446
Cleaning	Direct	18,273	5,421										3,555	23,694	18,402
Training & conferences	Direct	1,926												1,926	1,484
Translation & Interpretation	Direct		5,958											6,811	6,993
Loan interest	Direct	25,785	53,155							0			0	78,940	63,364
Service users' welfare	Direct		2,710											2,710	0
Finance lease interest	Direct	17,000												17,000	15,000
Finance cost re LGPS Pension	Direct														
		2,614,235	3,117,143	0	0	0	0	0	5,083	20,991	26,074			5,757,452	4,973,907

Support costs allocated to activities

Office and finance staff costs	Pro-rata	160,790	145,916						1,958	1,958				308,664	254,575
Agency staff	Pro-rata	2,963	2,689											5,652	18,745
Books & publications	Pro-rata	162	147											309	205
Subscriptions	Pro-rata	1,608	1,459											3,067	3,919
Legal & professional	Pro-rata	6,219	5,644											11,863	20,656
Operating lease rentals	Pro-rata	24,946	22,639											47,585	47,493
Office equipment	Pro-rata	122	111											233	0
Computer costs	Pro-rata	36,542	33,162											69,704	37,869
Depreciation	Usage	15,262	34,573											49,835	19,326
Consultancy	Pro-rata	31,280	26,935											58,215	51,345
Audit and accountancy fees	Pro-rata	5,483	4,975											10,458	10,560
Bank charges	Pro-rata	251	228											479	416
Publicity	Pro-rata	1,693	1,537											3,230	176
Annual general meeting	Pro-rata	0	0											0	0
Refreshments	Pro-rata	801	727											1,528	1,535
Other costs	Pro-rata	1,582	10,214											11,796	18,741
		289,704	290,956	0	0	0	0	0	1,958	1,958				582,618	485,561
		2,903,939	3,408,099	0	0	0	0	5,083	22,949	28,032				6,340,070	5,459,468

## Notes to financial statements for the year ended 31 March 2022.

7 Expenditure on, continued from page 27  
Consolidated

	Unrestricted General £	Designated £	Restricted £	Total 2022 £	Total 2021 £
<b>Raising funds</b>					
Trading costs	134,162	-	-	134,162	272,500
Fund raising activities	22,949	-	-	22,949	38,790
<b>Charitable Activities:</b>					
Contract Funding					
Support Services	2,874,792	29,147	-	2,903,939	2,474,609
Housing Management	3,329,381	6,423	-	3,335,804	2,869,570
Other Charitable Activities	-	-	-	-	-
	6,361,284	35,570	-	6,396,854	5,655,469
<b>Other costs</b>					
Corporation Tax	(1)	-	-	(1)	2,118
	<b>6,361,283</b>	<b>35,570</b>	<b>-</b>	<b>6,396,853</b>	<b>5,657,587</b>

Expenditure for the year ended 31 March 2021 was £5,657,587 of which £5,649,734 was attributable to general funds, £7,853 was attributable to designated reserves.

## Consolidated governance Costs included within support costs

	2022 £	2021 £
Audit and accountancy fees	13,492	17,010
Legal and professional fees	11,863	21,349
Annual general meeting costs	-	-
	<b>25,355</b>	<b>38,359</b>

Note 7 is continued on page 29



CONSOLIDATED  
NOTES ON THE ACCOUNTS - 31 MARCH 2022

7 EXPENDITURE ON :

EXPENDITURE ON ACTIVITIES	CONTRACT FUNDING WITH				OTHER CHARITABLE			FUND RAISING ACTIVITIES			TOTAL	TOTAL
	SUPPORT SERVICES	HOUSING MANAGEMENT	DAY CARE	WATOTO	COMMUNITY INTEREST	BROKERAGE	TRADING COSTS	FUND RAISING	TOTAL	TOTAL	2022	2021
	£	£	£	£	£	£	£	£	£	£	£	£
Costs directly allocated to activities												
Staff costs	2,093,926	981,653					78,304	20,991	99,295	3,174,874	3,056,963	
Agency staff	248,669						0	0	0	248,669	116,995	
Recruitment	31,549	3,486								35,035	8,647	
Premises	1,780	1,281,231					0		0	1,283,011	1,114,639	
Insurance	10,168	38,758					2,783		2,783	51,709	57,179	
Maintenance	3,671	235,408					642		642	239,721	112,416	
Furniture & renewals		256,379					0		0	256,379	185,846	
Heat and light		99,975					0		0	103,097	111,081	
Travel	71,688	1,027					10,279		10,279	82,994	61,314	
Printing, Postage & Stationery	18,504	4,331					0		0	22,835	17,022	
Communications	36,227	4,557					153		153	40,937	46,247	
Cleaning	31,947	71,313					3,555		3,555	106,815	121,550	
Training & conferences	18,273	5,421					0		0	23,694	19,307	
Translation & Interpretation	1,926									1,926	1,484	
Loan interest		5,958					853		853	6,811	6,993	
Service users' welfare	25,785	53,155					10,146		10,146	89,086	73,998	
Finance lease interest		2,710					1,124		1,124	3,834	637	
Finance cost re LGPS Pension	17,000									17,000	15,000	
	2,614,235	3,045,362	0	0	0	0	107,839	20,991	128,830	5,788,427	5,127,318	
Support costs allocated to activities												
Office and finance staff costs	160,790	145,916					16,780	1,958	18,738	325,444	282,842	
Agency staff	2,963	2,689								5,652	18,745	
Books & publications	162	147								309	205	
Subscriptions	1,608	1,459					0		0	3,067	4,345	
Legal & professional	6,219	5,644					0		0	11,863	21,349	
Operating lease rentals	24,946	22,639								47,585	47,493	
Office equipment	122	111								233	0	
Computer costs	36,542	33,162					168		168	69,872	38,010	
Depreciation	15,262	34,573					4,858		4,858	54,693	24,458	
Consultancy	31,280	26,935								58,215	51,345	
Audit and accountancy fees	5,483	4,975					3,034		3,034	13,492	17,010	
Bank charges	251	228								479	416	
Publicity	1,693	1,537								3,230	176	
Annual general meeting	0	0								0	0	
Refreshments	801	727								1,528	1,535	
Other costs	1,582	9,700					1,482		1,482	12,764	20,222	
	289,704	290,442	0	0	0	0	26,322	1,958	28,280	608,426	528,151	
	2,903,939	3,335,804	0	0	0	0	134,161	22,949	157,110	6,396,853	5,655,469	

## Notes to financial statements for the year ended 31 March 2022.

**8 Net (expenditure) / income is after charging:**

	<b>2022</b>		<b>2021</b>	
	<b>Charity</b>	<b>Consol'd</b>	<b>Charity</b>	<b>Consol'd</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Depreciation	47,400	54,693	16,893	22,226
Amortisation	2,432	2,432	2,432	2,432
Operating lease charges	47,585	47,585	47,827	47,827
Interest on loans	6,811	6,811	6,993	6,993
Interest on finance leases	2,710	2,710	-	-
Interest on hire purchase	-	1,124	-	637
Finance costs on LGPS Pension	17,000	17,000	15,000	15,000

**9 Auditor's remuneration**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Audit fee in respect of the financial statements	9,150	8,715
Other fees payable to auditor :		
Audit of the charity's subsidiaries	3,140	4,790
Tax compliance services	180	360
Non audit services	1,155	1,335
	<b>4,475</b>	<b>6,485</b>

**10 Tax on net income  
Consolidated**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Current Taxation		
UK Corporation Tax	-	2,118
Adjustment to prior year	(1)	-
	<b>(1)</b>	<b>2,118</b>
Deferred taxation		
Origination and reversal of timing differences	-	-
	<b>(1)</b>	<b>2,118</b>

The tax charge for the year is higher than (2021: lower than) the standard rate of corporation tax in the UK of 19% (2021: 19%).

The differences are reconciled below:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Net income before tax	(146,012)	82,008
Corporation tax at standard rate	(27,742)	15,582
Effects of net expenditure/(income) exempt from taxation	29,026	(21,060)
Expenses not deductible for tax purposes	1,386	1,013
Effect of taxation losses	(2,670)	6,583
Adjustment to prior year	(1)	-
Total tax charge	<b>(1)</b>	<b>2,118</b>

**Notes to financial statements for the year ended 31 March 2022.**

**11 Material transfers between funds**

There was a £50,000 transfer from General Reserves to a Designated Fund, Registered Provider Application Fund.

**12 Staff costs and numbers**

	2022		2021	
	Charity £	Consol'd £	Charity £	Consol'd £
Salaries and wages	2,997,689	3,084,979	2,746,887	2,940,097
Social Security costs	257,178	262,766	238,056	248,592
Pension contributions :-				
Contributions to defined contribution scheme	83,105	85,311	78,265	83,111
Operating costs re defined benefit scheme	74,000	74,000	56,000	56,000
	<b>3,411,972</b>	<b>3,507,056</b>	<b>3,119,208</b>	<b>3,327,800</b>

The above figures include £0 made in respect of redundancy and termination payments.  
(2021: £45,079)

	2022 £	2021 £
Employees paid between £60,001 and £70,000	1	1

No remuneration was paid during the year to any member of the Supervisory Board, nor were there any expenses reimbursed to them.

In addition, during the year, M White charged the charitable company £10,000 (2021: £5,300) in respect of consultancy fees.

The average weekly number of employees during the year, analysed by function, was:

Number of employees	2022		2021	
	Charity	Consol'd	Charity	Consol'd
Support Services & Housing	114	114	108	108
Management				
Other Charitable Services	-	7	-	17
Support costs	11	11	9	9
	<b>125</b>	<b>132</b>	<b>117</b>	<b>134</b>

## Notes to financial statements for the year ended 31 March 2022.

### 13 Intangible fixed assets

#### Parent & Consolidated

	Website £	Total £
<b>Cost</b>		
At 31 March 2021	12,162	12,162
At 31 March 2022	12,162	12,162
<b>Amortisation</b>		
At 31 March 2021	7,297	7,297
Charge for the year	2,432	2,432
At 31 March 2022	9,729	9,729
<b>Net Book Value</b>		
At 31 March 2021	4,865	4,865
At 31 March 2022	2,433	2,433

The amortization charge for the year is included within the SoFA heading of expenditure on charitable activities.

The intangible fixed assets have been pledged as security for liabilities of the charity.

### 14 Tangible fixed assets

#### Parent only

	Freehold Properties	Leasehold Property	Leasehold Improvements	Furniture & Equipment	Total
<b>Cost / valuation</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
At 1 April 2021	462,000	-	10,977	440,525	913,502
Transfer		150,000			150,000
Additions during year		8,950		70,447	79,397
Disposals during year					-
Revaluation	28,000	11,050			39,050
At 31 March 2022	490,000	170,000	10,977	510,972	1,181,949
<b>Depreciation</b>					
At 1 April 2021	-	-	10,977	296,720	307,697
Charge for year				47,400	47,400
Relating to disposals					-
At 31 March 2022	-	-	10,977	344,120	355,097
<b>Net Book Value</b>					
At 1 April 2021	462,000	-	-	143,805	605,805
At 31 March 2022	490,000	170,000	-	166,852	826,852

The tangible fixed assets have been pledged as security for liabilities of the charity.

The freehold properties and the leasehold property were revalued on 31 March 2022 by an independent valuer, Bramleys LLP, who are RICS registered. The basis of this valuation is fair value using the vacant possession method.

## Notes to financial statements for the year ended 31 March 2022.

**14 Tangible fixed assets, continued from page 32**

The historical cost of the properties included at valuation is as follows:-

	Freehold properties £	Leasehold Property £	Total £
Cost	453,456	194,041	647,497
Accumulated depreciation	9,222	8,788	18,010
	<u>444,234</u>	<u>185,253</u>	<u>629,487</u>

**Consolidated**

	Freehold Properties £	Leasehold Property £	Leasehold Improvements £	Motor Vehicles £	Furniture & Equipment £	Total £
<b>Cost / valuation</b>						
At 1 April 2021	462,000	150,000	10,977	10,700	441,801	1,075,478
Additions during year		8,950		10,900	70,619	90,469
Disposals during year					(642)	(642)
Revaluation	28,000	11,050				39,050
At 31 March 2022	<u>490,000</u>	<u>170,000</u>	<u>10,977</u>	<u>21,600</u>	<u>511,778</u>	<u>1,204,355</u>
<b>Depreciation</b>						
At 1 April 2021	-	-	10,977	5,350	297,568	313,895
Charge for year				4,492	47,767	52,259
Relating to disposals					(642)	(642)
Impairment					-	-
At 31 March 2022	<u>-</u>	<u>-</u>	<u>10,977</u>	<u>9,842</u>	<u>344,693</u>	<u>365,512</u>
<b>Net Book Value</b>						
At 1 April 2021	<u>462,000</u>	<u>150,000</u>	<u>-</u>	<u>5,350</u>	<u>144,233</u>	<u>761,583</u>
At 31 March 2022	<u>490,000</u>	<u>170,000</u>	<u>-</u>	<u>11,758</u>	<u>167,085</u>	<u>838,843</u>

The tangible fixed assets have been pledged as security for liabilities of the charity.

**Note 14 is continued on page 34**

## Notes to financial statements for the year ended 31 March 2022.

**14 Tangible fixed assets, continued from page 33**

The freehold properties and leasehold property were valued on 31 March 2022 by an independent valuer, Bramley's LLP, who are RICS registered. The basis of this valuation is fair value using the vacant possession method. The historical cost of the properties included at valuation is as follows;

	Freehold property £	Leasehold Property £	Total £
Cost	453,456	194,041	647,497
Accumulated depreciation	9,222	8,788	18,010
	<u>444,234</u>	<u>185,253</u>	<u>629,487</u>

**15 Investments held as fixed assets  
Charity only**

	Leasehold investment property £	Subsidiary undertakings £	Total £
<b>Cost</b>			
At 1 April 2021	150,000	-	150,000
Transfers	(150,000)	-	(150,000)
Revaluation	-	-	-
Additions	-	-	-
At 31 March 2022	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net book value</b>			
At 1 April 2021	<u>150,000</u>	<u>-</u>	<u>150,000</u>
At 31 March 2022	<u>-</u>	<u>-</u>	<u>-</u>

**Note 15 is continued on page 35**

## Notes to financial statements for the year ended 31 March 2022.

### 15 Investments held as fixed assets, continued from page 34 Charity only

#### Details of undertakings

In the opinion of the trustees, the aggregate value of the company's investment in the subsidiary undertaking is not less than the amount included in the balance sheet

Undertaking	Business 900 Community Interest Company
Company number	06913644
Holding	-
Proportion of voting rights and shares held	100%
Principle activity	Cleaning services
Aggregate assets, liabilities and funds	15,712
Trading summary:	
- Turnover	120,499
- Expenditure	129,455
- Loss	(8,956)

The undertaking has the following registered office address :-

4 Ashbrooke Business Park  
Parkside Lane  
Leeds  
West Yorkshire  
LS11 5SF

### 16 Debtors

	2022		2021	
	Charity £	Consol'd	Charity £	Consol'd
Due within one year:				
Net rents in arrears	330,033	330,033	264,100	264,100
Amounts owed by group undertaking	35,767	-	30,944	-
Other debtors	44,907	74,127	128,115	164,669
Prepaid expenses	172,627	175,062	106,850	109,207
	<b>583,334</b>	<b>579,222</b>	<b>530,009</b>	<b>537,976</b>

The debtor balances of £583,334 (Charity) (2021: £530,009) have been pledged as security for liabilities of the charity.

**Notes to financial statements for the year ended 31 March 2022.****17 Creditors**

	2022		2021	
	Charity	Consol'd	Charity	Consol'd
	£	£	£	£
<b>Amounts falling due within one year:</b>				
Bank loans	10,730	10,730	10,560	10,560
Obligations under finance leases	16,320	16,320	16,320	16,320
Hire purchase creditors	-	4,810	-	2,349
Amounts owed to group undertaking	2,842	-	18,146	-
Trade creditors	260,942	262,533	191,677	192,773
Other creditors	101,808	106,447	130,944	133,811
Social security and other taxes	63,111	65,193	58,888	65,083
Accruals and deferred income	217,441	220,645	156,415	164,556
	<b>673,194</b>	<b>686,678</b>	<b>582,950</b>	<b>585,452</b>

The bank loans are secured by way of fixed and floating charges over the assets of the company.

The finance lease is secured by the finance company's title to the assets financed, which have a carrying value of £39,168.

The hire purchase is secured by the hire purchase company's title to the assets financed, which have a carrying value of £11,758.

**18 Creditors - Amounts falling due after one year:**

	2022		2021	
	Charity	Consol'd	Charity	Consol'd
	£	£	£	£
Bank loans	127,143	127,143	137,879	137,879
Finance loan creditors	14,734	14,734	32,640	30,973
Hire purchase creditors	-	8,512	-	5,318
	<b>141,877</b>	<b>150,389</b>	<b>170,519</b>	<b>174,170</b>

The bank loans are secured by way of fixed and floating charges over the assets of the company.

The finance lease is secured by the finance company's title to the assets financed, which have a carrying value of £39,168.

The hire purchase is secured by the hire purchase company's title to the assets financed, which have a carrying value of £11,758.

The bank loans include £91,330 (2021: £97,400) which fall due after five years and are repayable by instalments.



## Notes to financial statements for the year ended 31 March 2022

## 19 Restricted funds

Charity and consolidated	Balance 01.04.2021	Incoming Funds	Outgoing Funds	Gains, losses and transfers	Balance 31.03.2022
	£	£	£	£	£
(i) Dewsbury Road Day Centre Fund	155,060	-	-	-	155,060
(ii) Sahara Nationality Fund	3,500	-	-	-	3,500
(iii) Sahara Women Without Recourse Fund	11,118	-	-	-	11,118
(iv) Sinclair DAT Fund	29,120	-	-	-	29,120
(v) LCC Refurbishment Fund	666	-	-	-	666
(vi) Tempest Road Development Fund	5,092	-	-	-	5,092
(vii) Right to Buy Fund	57,237	-	-	-	57,237
(viii) Computer/IT Fund	41,950	-	-	-	41,950
	<b>303,743</b>	-	-	-	<b>303,743</b>

  

	Balance 01.04.2020	Incoming Funds	Outgoing Funds	Gains, losses and transfers	Balance 31.03.2021
	£	£	£	£	£
(i) Dewsbury Road Day Centre Fund	155,060	-	-	-	155,060
(ii) Sahara Nationality Fund	3,500	-	-	-	3,500
(iii) Sahara Women Without Recourse Fund	11,118	-	-	-	11,118
(iv) Sinclair DAT Fund	29,120	-	-	-	29,120
(v) LCC Refurbishment Fund	666	-	-	-	666
(vi) Tempest Road Development Fund	5,092	-	-	-	5,092
(vii) Right to Buy Fund	47,720	9,517	-	-	57,237
(viii) Computer/IT Fund	-	39,826	-	2,124	41,950
	<b>252,276</b>	<b>49,343</b>	-	<b>2,124</b>	<b>303,743</b>

- (i) The **Dewsbury Road Day Centre Fund** is created to account for capital grants received from the Community Fund and Leeds City Council, in connection with the construction and equipping of the new Day Centre premises.
- (ii) The **Sahara Nationality Fund** is to provide funding for the assistance of women with problems relating to their nationality and immigration status.
- (iii) The **Sahara Women Without Recourse Fund** is used to assist women without recourse to any state benefits and/ or those women whose applications for state benefits are still pending.
- (iv) The **Sinclair DAT Fund** relates to a grant received from 'Drugs Action Team' to pay towards the cost of setting up new offices for the Sinclair scheme.
- (v) The **LCC Refurbishment Fund** has been set up to provide funds for the refurbishment and setting up of properties to be acquired from Leeds City Council.
- (vi) The **Tempest Road Development Fund** is created to account for a donation received from Harrogate Grammar School to assist in the refurbishment of 12 Tempest Road.
- (vii) The **Right to Buy Fund** is created to account for grants received to assist with the purchase of new social housing projects.
- (viii) The **Computer / IT Fund** is created to account for funding received from the Lottery and BT to assist with IT upgrades.

## Notes to financial statements for the year ended 31 March 2022.

20 Unrestricted Funds  
Charity only

	Balance 01.04.2021	Incoming Funds	Outgoing Funds	Gains and losses	Transfers	Balance 31.03.2022
	£	£	£	£	£	£
(a) General Maintenance Fund	-	-	-	-	-	-
(b) Furniture Renewals Fund	-	-	-	-	-	-
(c) Redundancy Fund	1,180	-	-	-	-	1,180
(d) Welfare Fund	3,407	-	(335)	-	-	3,072
(e) Scheme Funding	48,265	26,536	(20,135)	-	-	54,666
(f) Registered Provider Application Fund	-	-	(15,100)	-	50,000	34,900
	<b>52,852</b>	<b>26,536</b>	<b>(35,570)</b>	<b>-</b>	<b>50,000</b>	<b>93,818</b>
General Funds	493,090	6,173,769	(6,213,500)	39,050	(50,000)	442,409
Revaluation reserve	-	-	-	-	-	-
	<b>545,942</b>	<b>6,200,305</b>	<b>(6,249,070)</b>	<b>39,050</b>	<b>-</b>	<b>536,227</b>
Pension reserve	<b>(808,000)</b>	-	<b>(91,000)</b>	<b>401,000</b>	<b>-</b>	<b>(498,000)</b>
	<b>(262,058)</b>	<b>6,200,305</b>	<b>(6,340,070)</b>	<b>440,050</b>	<b>-</b>	<b>38,227</b>
	Balance 01.04.2020	Incoming Funds	Outgoing Funds	Gains and losses	Transfers	Balance 31.03.2021
	£	£	£	£	£	£
(a) General Maintenance Fund	-	-	-	-	-	-
(b) Furniture Renewals Fund	-	-	-	-	-	-
(c) Redundancy Fund	1,180	-	-	-	-	1,180
(d) Welfare Fund	3,770	-	(363)	-	-	3,407
(e) Scheme Funding	33,998	23,881	(7,490)	-	(2,124)	48,265
	<b>38,948</b>	<b>23,881</b>	<b>(7,853)</b>	<b>-</b>	<b>(2,124)</b>	<b>52,852</b>
General Funds	367,720	5,499,204	(5,380,615)	6,781	-	493,090
Revaluation reserve	-	-	-	-	-	-
	<b>406,668</b>	<b>5,523,085</b>	<b>(5,388,468)</b>	<b>6,781</b>	<b>(2,124)</b>	<b>545,942</b>
Pension reserve	<b>(627,000)</b>	-	<b>(71,000)</b>	<b>(110,000)</b>	<b>-</b>	<b>(808,000)</b>
	<b>(220,332)</b>	<b>5,523,085</b>	<b>(5,459,468)</b>	<b>(103,219)</b>	<b>(2,124)</b>	<b>(262,058)</b>

Unrestricted Funds  
Consolidated

	Balance 01.04.2021	Incoming Funds	Outgoing Funds	Gains and losses	Transfers	Balance 31.03.2022
	£	£	£	£	£	£
(a) General Maintenance Fund	-	-	-	-	-	-
(b) Furniture Renewals Fund	-	-	-	-	-	-
(c) Redundancy Fund	1,180	-	-	-	-	1,180
(d) Welfare Fund	3,407	-	(335)	-	-	3,072
(e) Scheme Funding	48,265	26,536	(20,135)	-	-	54,666
(f) Registered Provider Application Fund	-	-	(15,100)	-	50,000	34,900
	<b>52,852</b>	<b>26,536</b>	<b>(35,570)</b>	<b>-</b>	<b>50,000</b>	<b>93,818</b>
General Funds	515,548	6,224,305	(6,270,283)	39,050	(50,000)	458,620
	<b>568,400</b>	<b>6,250,841</b>	<b>(6,305,853)</b>	<b>39,050</b>	<b>-</b>	<b>552,438</b>
Pension reserve	<b>(808,000)</b>	-	<b>(91,000)</b>	<b>401,000</b>	<b>-</b>	<b>(498,000)</b>
	<b>(239,600)</b>	<b>6,250,841</b>	<b>(6,396,853)</b>	<b>440,050</b>	<b>-</b>	<b>54,438</b>

Note 20 is continued on page 39

## Notes to financial statements for the year ended 31 March 2022.

## 20 Unrestricted funds, continued from page 38

	Balance 01.04.2020	Incoming Funds	Outgoing Funds	Gains and losses	Transfers	Balance 31.03.2021
	£	£	£	£	£	£
(a) General Maintenance Fund	-	-	-	-	-	-
(b) Furniture Renewals Fund	-	-	-	-	-	-
(c) Redundancy Fund	1,180	-	-	-	-	1,180
(d) Welfare Fund	3,770	-	(363)	-	-	3,407
(e) Scheme Funding	33,998	23,881	(7,490)	-	(2,124)	48,265
	<b>38,948</b>	<b>23,881</b>	<b>(7,853)</b>	<b>-</b>	<b>(2,124)</b>	<b>52,852</b>
General Funds	408,972	5,666,371	(5,578,734)	18,939	-	515,548
	<b>447,920</b>	<b>5,690,252</b>	<b>(5,586,587)</b>	<b>18,939</b>	<b>(2,124)</b>	<b>568,400</b>
Pension reserve	(627,000)	-	(71,000)	(110,000)	-	(808,000)
	<b>(179,080)</b>	<b>5,690,252</b>	<b>(5,657,587)</b>	<b>(91,061)</b>	<b>(2,124)</b>	<b>(239,600)</b>

- (a) **General Maintenance Fund** is designated to provide for the cost of property and cyclical maintenance, for which the company may be liable under management agreements with third parties.
- (b) **Furniture/Renewals Fund** is designated to cover the cost of essential refurbishment of properties including a general furniture provision.
- (c) **Redundancy Fund** is designated to provide towards redundancy costs in the event of a staff restructure or reduction in staffing numbers.
- (d) **Welfare Fund** is designated to cover exceptional payments, made within the established policy of the company, to residents who are in financial difficulty.
- (e) **Scheme Funding** the net funds of schemes that are designated to be utilised by those schemes whose efforts raised those funds.
- (f) **Registered Provider Application Fund** is designed to cover the cost of assistance in the application for the company to achieve Registered Provider of Social Housing status.

## Pension Reserve

The deficit in the Local Government Pension Scheme of £498,000 is recognised in the balance sheet. However, due to the long term nature of the deficit it is not expected to have any material impact on the viability of the charity

21 Analysis of net assets between funds excluding pension liability  
Charity only

	General Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Fixed assets	659,285	170,000	829,285	760,670
Current assets	692,013	133,743	825,756	842,484
Creditors, falling due within one year	(673,194)		(673,194)	(582,950)
Creditors, falling due more than one year	(141,877)		(141,877)	(170,519)
<b>Net Assets</b>	<b>536,227</b>	<b>303,743</b>	<b>839,970</b>	<b>849,685</b>

Note 21 is continued on page 40

**Notes to financial statements for the year ended 31 March 2022.****21 Analysis of net assets between funds excluding pension liability, continued from page 39**

<b>Consolidated</b>				
	<b>General Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2022 £</b>	<b>Total 2021 £</b>
Fixed assets	671,276	170,000	841,276	766,448
Current assets	718,229	133,743	851,972	865,317
Creditors, falling due within one year	(686,678)		(686,678)	(585,452)
Creditors, falling due more than one year	(150,389)		(150,389)	(174,170)
<b>Net Assets</b>	<b>552,438</b>	<b>303,743</b>	<b>856,181</b>	<b>872,143</b>

**22 Charitable status**

The company is a registered charity no 515300 and is exempt from income tax and corporation tax. The company is a limited company by guarantee and has no share capital. In the event of the winding up of the company, the liability of members is limited to a maximum of £1 each.

**23 Commitments**

At 31 March 2022 the company had future minimum operating leases payments as follows:

	<b>2022 £</b>	<b>2021 £</b>
Within one year	49,096	49,096
Between one and five years	75,145	124,241
Over five years	-	-
	<b>124,241</b>	<b>173,337</b>

**24 Related party transaction**

The company has taken advantage under FRS 102 not to disclose details of its transactions of its subsidiary.

During the year, M White charged the charitable company £10,000 (2021: £5,300) in respect of consultancy services.

	<b>2022 £</b>	<b>2021 £</b>
Key management personnel compensation	<b>147,031</b>	<b>144,687</b>

**Notes to financial statements for the year ended 31 March 2022.**
**25 Reconciliation of net expenditure to net cash flow from operating activities**

	2022	2021
	£	£
Net (expenditure) / income for the year	(146,012)	82,008
Pension scheme adjustment	91,000	71,000
Interest paid	10,645	7,630
Depreciation and amortisation charges	54,691	24,658
Corporation tax	-	2,118
(Increase) in debtors	(41,246)	(89,570)
Increase in creditors	100,713	142,998
	<u>69,791</u>	<u>240,842</u>

**26 Analysis of changes in net debt**

	01.04.2021	Net cash flows	Non cash movements	31.03.2022
	£	£	£	£
Cash	327,341	(54,591)	-	272,750
Debt due within one year	(29,229)	(2,631)	-	(31,860)
Debt due after one year	(174,170)	34,681	(10,900)	(150,389)
	<u>123,942</u>	<u>(22,541)</u>	<u>(10,900)</u>	<u>90,501</u>

**27 Pensions**

As explained at note 2.13 the company operates both a defined benefit pension scheme and a defined contribution pension scheme.

The company is a member of the West Yorkshire Pension Fund (the Fund) which is part of the Local Government Pension Scheme (LGPS). The funded nature of the LGPS requires participating employers and its employees to pay contributions into the Fund, calculated at a level intended to balance the pension liabilities with investment assets. Information on the framework for calculating contributions to be paid is set out in LGPS Regulations 2013 and the Funds Funding Strategy Statement. The last actuarial valuation was at 31 March 2019.

The Fund Administering Authority, City of Bradford Metropolitan Council, is responsible for the governance of the Fund.

The key assumptions used by the actuary in updating the latest valuation of the Fund for FRS102 purposes were:-

	2022	2021
	%	%
Discount rate for liabilities	2.70	2.10
Pension increases	3.00	2.70
Pension accounts revaluation rate	3.00	2.70
Salaries increases	4.25	3.95
CPI Inflation	3.00	2.70

**Note 27 is continued on page 42**

# Notes to financial statements for the year ended 31 March 2022.

## 27 Pensions, continued from page 41

### Mortality assumption

The mortality assumptions are based on the actual mortality experience of members within the Fund based on analysis carried out as part of the 2019 valuation and allow for expected future mortality improvements. Sample life expectancies at age 65 resulting from these mortality assumptions are shown below.

	2022	2021
Males		
Member aged 65 at accounting date	21.8	21.9
Member aged 45 at accounting date	22.5	22.6
Females		
Member aged 65 at accounting date	24.6	24.7
Member aged 45 at accounting date	25.7	25.8

The approximate split of the assets of the Fund is as set out below:-

	2022 %	2021 %
Equities	79.8	79.7
Property	4.0	3.8
Government bonds	7.4	8.3
Corporate bonds	4.8	4.6
Cash	2.9	2.0
Other	1.1	1.6
	<u>100.0</u>	<u>100.0</u>

The actual returns on assets are set out below:-

	2022 £	2021 £
Interest income on assets	46,000	41,000
Gains on assets	188,000	378,000
	<u>234,000</u>	<u>419,000</u>
Actual return on assets	<u>234,000</u>	<u>419,000</u>

Note 27 is continued on page 43

## Notes to financial statements for the year ended 31 March 2022.

### 27 Pensions, continued from page 42

The changes in the fair values of the assets were:-

	2022 £	2021 £
Opening fair value of assets	2,178,000	1,841,000
Interest income on assets	46,000	41,000
Re-measurement gains on assets	188,000	378,000
Employer's contributions	-	-
Members contributions	10,000	10,000
Net benefits paid out	(28,000)	(92,000)
	<u>2,394,000</u>	<u>2,178,000</u>
Closing fair value of assets	<u>2,394,000</u>	<u>2,178,000</u>

The changes in the present values of the defined benefit obligations:-

	2022 £	2021 £
Opening present value of liabilities	2,986,000	2,468,000
Current service costs	74,000	56,000
Interest expense on defined benefit obligations	63,000	56,000
Members contributions	10,000	10,000
Actuarial gains on liabilities	(213,000)	488,000
Net benefits paid out	(28,000)	(92,000)
	<u>2,892,000</u>	<u>2,986,000</u>
Closing present value of liabilities	<u>2,892,000</u>	<u>2,986,000</u>

The reconciliation of the funded status of the Fund to the balance sheet is as follows:-

	2022 £	2021 £
Fair value of assets	2,394,000	2,178,000
Present value of funded defined benefit obligations	<u>2,892,000</u>	<u>2,986,000</u>
Net pension liability	<u>(498,000)</u>	<u>(808,000)</u>

The split of the liabilities at the last valuation between the various categories of members is as follows:-

Active members	46%
Deferred Pensioners	25%
Pensioners	29%

**Note 27 is continued on page 44**

## Notes to financial statements for the year ended 31 March 2022.

## 27 Pensions, continued from page 43

The pension costs recognised in the statement of financial activities are made up as follows:-

	2022 £	2021 £
Operating Costs :-		
Current service cost	74,000	56,000
Finance costs :-		
Interest costs on pension liabilities	17,000	15,000
	<u>91,000</u>	<u>71,000</u>
Actuarial (gains)/losses	(401,000)	110,000
	<u>(310,000)</u>	<u>181,000</u>
Total pension costs recognised		

## Sensitivity Analysis :-

	Base figure £	+0.1% £	-0.1% £
Discount Rate			
Present value of total obligation	2,892,000	2,834,000	2,953,000
Projected service cost	70,000	68,000	72,000
Rate of increase in salaries			
Present value of total obligation	2,892,000	2,901,000	2,883,000
Projected service cost	70,000	70,000	70,000
Rate of increase in pensions			
Present value of total obligation	2,892,000	2,941,000	2,843,000
Projected service cost	70,000	72,000	68,000
Post retirement mortality assumption		-1 year	+1 year
Present value of total obligation	2,892,000	2,993,000	2,791,000
Projected service cost	70,000	73,000	67,000