

HALAS HOMES

England & Wales · Charity number 701912

Details

Other names	HALESOWEN, STOURBRIDGE AND DISTRICT SOCIETY FOR MENTALLY HANDICAPPED CHILDREN AND ADULTS
Status	Registered
Legal form	Charitable company
Company number	02236170
Registered	1989-08-18
Register	View on the Charity Commission register

Contact

Address	Halas House Wassell Road Halesowen B63 4JX
Phone	01215508778
Email	info@halashomes.co.uk
Website	www.halashomes.co.uk

Activities

Objects: 1. THE OBJECTS OF THE CHARITY ARE FOR THE PUBLIC BENEFIT: 1.1.1 THE RELIEF OF PEOPLE WITH A LEARNING DISABILITY IN PARTICULAR BY THE PROVISION OF HELP AND SUPPORT FOR THEM AND TO PROMOTE AWARENESS OF LEARNING DISABILITIES; AND 1.1.2 TO PROVIDE OR ASSIST IN THE PROVISION OF ACCOMMODATION, FACILITIES FOR THE RECREATION OR OTHER LEISURE TIME OCCUPATION FOR PEOPLE WHO HAVE A NEED THEREOF BY REASON OF LEARNING DISABILITY WITH THE OBJECT OF IMPROVING THEIR CONDITIONS OF LIFE.

Activities: The provision of residential care for 37 residents in Halas Homes, the assessment of their changing needs and care as required. Meeting all the requirements of the regulatory body (CSCI) and providing social housing locally for rent by people with a learning disability whose support needs are also provided by Halas Support Service.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Disability, Accommodation/housing
- **Who:** People With Disabilities

Geography

- Dudley

Finances

Period end	Income	Expenditure	Assets	Employees
2025-09-30	£2,144,297	£2,139,796	£2,188,941	74
2024-09-30	£2,279,388	£2,174,946	£2,184,440	78
2023-09-30	£1,936,440	£2,075,782	£2,079,998	81
2022-09-30	£1,763,987	£1,830,884	£2,218,930	81
2021-09-30	£1,892,760	£1,936,115	£2,010,214	86

Trustees

Name	Role	Appointed
Nadia Jane Billingham	Chair	
ANTHONY JOHN BILLINGHAM		
Gillian Leno		2015-03-31
Michael Billingham		2023-08-19
STEPHEN CHARLES SCRIVEN		
Sophie Billingham		2023-08-16

HALAS HOMES

England & Wales - Charity number 701912

Accounts

Company registration number 02236170 (England and Wales)

Charity registration number 701912 (England and Wales)

HALAS HOMES
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2025

HALAS HOMES

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A Billingham Mrs N Billingham (Chairperson) Mr S Scriven Ms G Leno Mr M Billingham Mrs S Jarrett (nee Billingham)
Charity number	701912
Company number	02236170
Registered office	Halas Home Wassell Road Halesowen West Midlands United Kingdom B63 4JX
Auditor	BK Plus Audit Limited Azzurri House Walsall Business Park Walsall Road Walsall WS9 0RB
Bankers	Lloyds Bank Plc 153 High Street Rowley Regis West Midlands B65 0EB

HALAS HOMES

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditor's report	5 - 7
Statement of financial activities	8
Balance sheet	9
Statement of cash flows	10
Notes to the financial statements	11 - 23

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2025

The trustees present their annual report and financial statements for the year ended 30 September 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)".

Objectives and activities

All our charitable activities focus on the promotion and support for people with learning disabilities and are undertaken to further our charitable purposes for public benefit.

We have referred to the guidance contained in the charity's commissions general guidance on public benefit when reviewing our aim and objectives and in planning our future activities.

Our objectives are:

- To promote and support the care and wellbeing of people with learning disabilities.
- To increase public awareness and understanding of the challenges faced by people with learning disabilities and their families, encouraging inclusion and acceptance within the wider community.
- To provide advice and support to people with learning disabilities and their families within the charity's area of operation.
- To establish, maintain and promote high-quality residential care, supported living services and meaningful day opportunities.

To achieve these objectives, Halas Homes provides regulated residential care, supported living services and structured day opportunities tailored to individual needs. Care provision is regularly reviewed to ensure support remains appropriate as individuals' needs change.

The charity continues to operate in full compliance with Care Quality Commission (CQC) standards and regulatory requirements, maintaining a strong focus on safety, dignity, empowerment and inclusion.

During the year, the charity continued to provide suitable housing directly to individuals receiving support services.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Halas Homes exists to support individuals with learning disabilities to live fulfilling lives within their communities.

Our services provide:

- Safe, high-quality accommodation
- Personalised care and support
- Access to social, educational and employment-related opportunities
- Support to families and carers

The charity's activities reduce social isolation, promote independence, and contribute to improved wellbeing outcomes for vulnerable adults within the local area.

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

Achievements and performance

Significant activities and achievements against objectives

Service delivery and quality

During the year, Halas Homes continued to provide stable and high-quality care across its residential and supported living services. Individual care plans were regularly reviewed to reflect changing needs and to ensure person-centred delivery.

The charity maintained compliance with regulatory requirements and internal governance standards, with ongoing monitoring of safeguarding, health and safety, staffing levels and training.

Day opportunities and community integration

The Day Centre operated throughout the year, providing structured activities and social engagement opportunities for both residential and community-based individuals. Attendance levels remained stable, and the service continued to focus on skill development, creativity and community participation.

Community links were strengthened through collaborative work with local organisations and educational providers, supporting inclusion and visibility of people with learning disabilities within the local area.

Social enterprise and employment initiatives

The Coffee Cups social enterprise operated from its café premises until February 2025. Following the withdrawal of National Lottery funding, the trustees made the decision to cease trading from the external café site in order to protect the charity's financial position.

The project has not been discontinued. Delivery has been integrated into the Day Services building, enabling the charity to continue offering vocational opportunities, community engagement and structured activity for individuals, albeit within a revised operational model.

This transition has ensured that the charitable objectives of the project continue to be met, while reducing financial risk and overhead costs associated with maintaining a separate premises.

Governance and organisational development

The trustees continued to focus on prudent financial management, service sustainability and long-term strategic planning. Resources were managed carefully to ensure continued delivery of charitable objectives and resilience against cost pressures within the care sector.

Operational systems and oversight mechanisms were strengthened during the year to support transparency, compliance and effective management.

Financial review

The trustees review of the financial position of the charity indicates a sound financial position. In deciding on the investment funds a cautious approach is adopted having taken into account social, environmental and ethical considerations.

The charity's reserves policy is:

- a) To continue to provide a secure environment for the residents.
- b) To assist the development of supported living with the provision of appropriate accommodation and support.
- c) The reserves at 30 September were £1,913,328
- d) In the opinion of the Trustees this level of reserves is needed to ensure the continuing care and support of its residents in the coming years. This policy will be regularly reviewed.

The trustees have assessed the major risks to which the charity is exposed, are satisfied that systems are in place to mitigate exposure to the major risks.

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity is a company limited by guarantee and the governing document is the Articles and Memorandum of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A Billingham

Mrs N Billingham (Chairperson)

Mrs S Hampton

(Resigned 12 September 2025)

Mr S Scriven

Ms G Leno

Mr M Billingham

Mrs S Jarrett (nee Billingham)

Recruitment and appointment of trustees

The recruitment and appointment of new trustees, when applicable, follows the established procedures as for a new employees.

The trustees, with Mrs N Billingham as Chairperson manage the charity, Mrs S Edwards, the CEO, has day-to-day control of the management of the charity.

Trustees are not remunerated, and are responsible for setting the remuneration of key management personal.

Funds held as Custodian Trustee

Funds belonging to residents are maintained in a separate bank accounts and regularly reconciled.

Independent Auditor

In accordance with the company's articles, a resolution proposing that BK Plus Audit Limited be reappointed as auditor of the company will be put at a General Meeting.

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

Mrs N Billingham (Chairperson)

Trustee

2 April 2026

HALAS HOMES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 SEPTEMBER 2025

The trustees, who are also the directors of Halas Homes for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF HALAS HOMES

Opinion

We have audited the financial statements of Halas Homes (the 'charity') for the year ended 30 September 2025 which comprise the statement of financial activities, the balance sheet, the statement of cash flows 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 charitable company's affairs as at 30 September 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the 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 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.

Matters on which we are required to report by exception

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

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to 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 as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

From the preliminary of the audit, we ensure our understanding of the entity is up to date. This includes, but is not limited to, current knowledge of their activities, the business and control environments, and their compliance with the applicable legal and regulatory frameworks. This information supports our risk identification and the subsequent design of audit procedures to mitigate those risks; ensuring that the audit evidence obtained is sufficient and appropriate to support our opinion.

In response to the risks identified, specific to this entity, we designed procedures which included, but were not limited to:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing minutes of meetings of those charged with governance, if available;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale for significant transactions outside the normal course of business.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Andrew Williams FCCA (Senior Statutory Auditor)
For and on behalf of BK Plus Audit Limited

2 April 2026

Azzurri House
Walsall Road
Aldridge
Walsall
England
WS9 0RB

HALAS HOMES

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income from:							
Donations and legacies	3	21,705	10,600	32,305	47,764	91,800	139,564
Charitable activities	4	2,108,356	-	2,108,356	2,139,256	-	2,139,256
Other trading activities	5	3,511	-	3,511	-	-	-
Investments	6	125	-	125	568	-	568
Total income		<u>2,133,697</u>	<u>10,600</u>	<u>2,144,297</u>	<u>2,187,588</u>	<u>91,800</u>	<u>2,279,388</u>
Expenditure on:							
Charitable activities	7	2,102,114	37,330	2,139,444	2,084,669	91,699	2,176,368
Other expenditure	12	352	-	352	(1,422)	-	(1,422)
Total expenditure		<u>2,102,466</u>	<u>37,330</u>	<u>2,139,796</u>	<u>2,083,247</u>	<u>91,699</u>	<u>2,174,946</u>
Net income/(expenditure)		31,231	(26,730)	4,501	104,341	101	104,442
Transfers between funds		(4,941)	4,941	-	-	-	-
Net movement in funds	9	26,290	(21,789)	4,501	104,341	101	104,442
Reconciliation of funds:							
Fund balances at 1 October 2024		2,128,267	56,173	2,184,440	2,023,926	56,072	2,079,998
Fund balances at 30 September 2025		<u>2,154,557</u>	<u>34,384</u>	<u>2,188,941</u>	<u>2,128,267</u>	<u>56,173</u>	<u>2,184,440</u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes on pages 14 to 22 form part of these financial statements.

HALAS HOMES

BALANCE SHEET

AS AT 30 SEPTEMBER 2025

		2025		2024	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	14		2,114,219		2,113,461
Current assets					
Debtors	15	32,016		80,721	
Cash at bank and in hand		122,171		91,843	
		<u>154,187</u>		<u>172,564</u>	
Creditors: amounts falling due within one year	16	<u>(79,465)</u>		<u>(101,585)</u>	
Net current assets			74,722		70,979
Total assets less current liabilities			<u>2,188,941</u>		<u>2,184,440</u>
The funds of the charity					
Restricted income funds	18		34,384		56,173
Unrestricted funds	19		2,154,557		2,128,267
			<u>2,188,941</u>		<u>2,184,440</u>

The notes on pages 14 to 22 form part of these financial statements.

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2025.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 2 April 2026

Mrs N Billingham (Chairperson)
Trustee

HALAS HOMES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2025

	Notes	2025 £	£	2024 £	£
Cash flows from operating activities					
Cash generated from operations	23		49,779		39,483
Investing activities					
Purchase of tangible fixed assets		(19,726)		(66,476)	
Proceeds from disposal of tangible fixed assets		150		1,422	
Investment income received		125		568	
Net cash used in investing activities			(19,451)		(64,486)
Net cash generated from financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			30,328		(25,003)
Cash and cash equivalents at beginning of year			91,843		116,846
Cash and cash equivalents at end of year			122,171		91,843

The notes on pages 14 to 22 form part of these financial statements.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2025

1 Accounting policies

Charity information

Halas Homes is a private company limited by guarantee incorporated in England and Wales. The registered office is , Halas Home, Wassell Road, Halesowen, West Midlands, B63 4JX, United Kingdom.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

The Trustees believe that the going concern basis is appropriate after review of historical financial information showing profits and positive cash flows. The balance sheet is currently in a positive net asset and current net asset position. Future forecasts show profits and positive cash flow.

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Gifts in kind donated for distributions are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party bearing the cost.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

1 Accounting policies

(Continued)

The charity receives government grants in respect of care provided to residents. Income from government and other 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.

No amount is included in the financial statements for volunteer time in line with the SORP.

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	Not depreciated
Fixtures and fittings	12.5% to 25% straight line
Motor vehicles	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

No depreciation is provided on freehold property as in the opinion of the trustees there has been an increase in the value between the date of purchase and the balance sheet date.

FRS102 requires that each class of tangible fixed asset is either revalued regularly or not at all. The policy that has been adopted is not to revalue in the future.

The cost of minor additions or those costing below £500 are not capitalised.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2025

1 Accounting policies

(Continued)

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

Derecognition of financial liabilities

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

1.10 Employee benefits

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

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

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

1 Accounting policies (Continued)

1.11 Retirement benefits

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

1.12 Government grants

Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

1.13 Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

2 Critical accounting estimates and judgements

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

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

There are no critical accounting estimates or judgements in the period.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Donations and gifts	21,705	10,600	32,305	46,750	-	46,750
Grants	-	-	-	1,014	91,800	92,814
	<u>21,705</u>	<u>10,600</u>	<u>32,305</u>	<u>47,764</u>	<u>91,800</u>	<u>139,564</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

4 Income from charitable activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Charitable income		
Incoming resources from charitable activities	2,108,356	2,139,256

5 Income from other trading activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Fundraising events	267	-
Other income	3,244	-
Other trading activities	3,511	-

6 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	125	568

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

7 Expenditure on charitable activities

	Charitable expenditure 2025 £	Charitable expenditure 2024 £
Direct costs		
Staff costs	1,696,061	1,681,079
Depreciation and impairment	18,465	13,107
Food, toiletries and cleaning	96,775	112,097
Welfare expenditure	38,561	33,515
Cleaning and miscellaneous expenses	39,776	29,446
Resident expenses	-	384
Day centre activities	13,557	9,769
Property & equipment maintenance	76,521	81,209
	<u>1,979,716</u>	<u>1,960,606</u>
Share of support and governance costs (see note 8)		
Support	132,176	180,633
Governance	27,552	35,129
	<u>2,139,444</u>	<u>2,176,368</u>
Analysis by fund		
Unrestricted funds	2,102,114	2,084,669
Restricted funds	37,330	91,699
	<u>2,139,444</u>	<u>2,176,368</u>

Grant expenditure relates to resources expended, from restricted funds, for activities and project for the charities beneficiaries.

8 Support costs allocated to activities

	Charitable expenditure 2025 £	Charitable expenditure 2024 £
Rent	2,565	8,668
Rates	16,113	11,502
Light and heat	59,462	99,099
Telephone, postage and stationary	15,499	16,243
Insurance	20,579	24,079
Bad and doubtful debts	3,023	1,050
Admin costs	14,935	19,991
Governance	27,553	35,129
	<u>159,729</u>	<u>215,761</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

8 Support costs allocated to activities	(Continued)	
	2025	2024
	£	£
Governance costs comprise:		
Audit fees	13,058	12,600
Legal and professional	13,051	19,117
Share of support costs	1,444	3,412
	<u>27,553</u>	<u>35,129</u>

Governance costs include payments to the auditors of £9,000 (2024 - £8,820) for audit fees and accountancy fees of £3,858 (2024 - £3,780).

9 Net movement in funds	2025	2024
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	13,058	12,600
Depreciation of owned tangible fixed assets	18,466	13,106
Loss/(profit) on disposal of tangible fixed assets	352	(1,422)
	<u>31,876</u>	<u>24,284</u>

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' indemnity insurance of £1,444 was paid during the year (2024 - £3,412).

Key management personnel remuneration

The total amount of employee benefits received by key management personnel is £140,861 (2024 - £75,559).

In 2024, a loan of £2,196 was provided to a member of key management personnel. At the balance sheet date, £200 (2024 - £1,196) remains outstanding. The loan is interest free and no amounts have been written off or waived.

The charity considers its key management personnel are those persons having authority and responsibility to vote for significant decisions of the charity.

11 Employees

The average monthly number of employees during the year was:

	2025	2024
	Number	Number
Supervisory and domestic staff	60	64
Management and administration	14	14
	<u>74</u>	<u>78</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

11 Employees (Continued)

Employment costs	2025 £	2024 £
Wages and salaries	1,518,500	1,536,562
Social security costs	148,068	111,768
Other pension costs	29,493	32,749
	<u>1,696,061</u>	<u>1,681,079</u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2025 Number	2024 Number
£60,000-£70,000	<u>1</u>	<u>1</u>

12 Other expenditure

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Net loss on disposal of tangible fixed assets	<u>352</u>	<u>(1,422)</u>

13 Taxation

As a charity, Halas Homes is exempt from tax on income and gains in accordance with sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that the income and gains are applied to its charitable objects. No tax charges have therefore arisen in the charity.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

14 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£
Cost or valuation				
At 1 October 2024	2,033,888	283,611	72,623	2,390,122
Additions	-	19,726	-	19,726
Disposals	-	(4,013)	-	(4,013)
At 30 September 2025	2,033,888	299,324	72,623	2,405,835
Depreciation and impairment				
At 1 October 2024	-	204,038	72,623	276,661
Depreciation charged in the year	-	18,466	-	18,466
Eliminated in respect of disposals	-	(3,511)	-	(3,511)
At 30 September 2025	-	218,993	72,623	291,616
Carrying amount				
At 30 September 2025	2,033,888	80,331	-	2,114,219
At 30 September 2024	2,033,888	79,573	-	2,113,461

Land and buildings with a carrying amount of £2,033,888 were revalued at 30 September 2022 by the trustees.

This valuation was based on the local knowledge of property prices in the surrounding area.

At 30 September 2025, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £1,758,275 (2024 - £1,758,275).

15 Debtors

	2025	2024
	£	£
Amounts falling due within one year:		
Trade debtors	30,743	75,550
Other debtors	200	4,196
Prepayments and accrued income	1,073	975
	32,016	80,721

Trade debtors includes bad debt provisions of £3,023 (2024 £1,050).

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

16 Creditors: amounts falling due within one year

	2025	2024
	£	£
Other taxation and social security	24,296	22,057
Trade creditors	27,481	55,286
Other creditors	1,311	7,720
Accruals and deferred income	26,377	16,522
	<u>79,465</u>	<u>101,585</u>

17 Retirement benefit schemes

	2025	2024
	£	£
Defined contribution schemes		
Charge to profit or loss in respect of defined contribution schemes	29,493	32,749
	<u>29,493</u>	<u>32,749</u>

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2025

18 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Movement in funds			Movement in funds				
	Balance at 1 October 2023	Incoming resources	Resources expended	Balance at 1 October 2024	Incoming resources	Resources expended	Transfers	Balance at 30 September 2025
	£	£	£	£	£	£	£	£
Lottery Fund - Employability	35,684	76,400	(84,629)	27,455	-	(31,578)	4,123	-
Legacy Trust	20,389	10,000	(1,669)	28,720	-	(4,336)	-	24,384
WM Care Association Digitalisation	-	5,400	(5,400)	-	600	(600)	-	-
A&H Construction	-	-	-	-	10,000	-	-	10,000
	<u>56,072</u>	<u>91,800</u>	<u>(91,698)</u>	<u>56,173</u>	<u>10,600</u>	<u>(36,514)</u>	<u>4,123</u>	<u>34,384</u>

Lottery Fund Employability - This fund was to help young people with learning disabilities into employment by teaching them skills in a commercial setting. The funding for this has now ceased.

Legacy Trust - a legacy to be used for the improvement of the home for a resident.

WM Care Association Digitalisation Fund - This fund was to upgrade software and IT consumables.

A&H Construction - 50% is to be spent towards air conditioning units in the Day Centre and the remaining 50% is to be spent towards updating the lounge in the Care Home. This has not yet been expended.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2025

19 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 October 2024	Incoming resources	Resources expended	Transfers	At 30 September 2025
	£	£	£	£	£
General funds	2,128,267	2,133,697	(2,102,466)	(4,941)	2,154,557
	<u>2,128,267</u>	<u>2,133,697</u>	<u>(2,102,466)</u>	<u>(4,941)</u>	<u>2,154,557</u>
Previous year:	At 1 October 2023	Incoming resources	Resources expended	Transfers	At 30 September 2024
	£	£	£	£	£
General funds	2,023,926	2,187,588	(2,083,247)	-	2,128,267
	<u>2,023,926</u>	<u>2,187,588</u>	<u>(2,083,247)</u>	<u>-</u>	<u>2,128,267</u>

Included in unrestricted funds is £275,613 (2024 - £275,613) in respect of a revaluation reserve.

20 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 30 September 2025:			
Tangible assets	2,092,524	21,695	2,114,219
Current assets/(liabilities)	62,033	12,689	74,722
	<u>2,154,557</u>	<u>34,384</u>	<u>2,188,941</u>
	<u>2,154,557</u>	<u>34,384</u>	<u>2,188,941</u>
	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 30 September 2024:			
Tangible assets	2,088,428	25,033	2,113,461
Current assets/(liabilities)	39,839	31,140	70,979
	<u>2,128,267</u>	<u>56,173</u>	<u>2,184,440</u>
	<u>2,128,267</u>	<u>56,173</u>	<u>2,184,440</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2025

21 Operating lease commitments

Lessor

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2025 £	2024 £
Within one year	-	904
Between two and five years	-	903
	<u>-</u>	<u>1,807</u>
	<u>-</u>	<u>1,807</u>

22 Related party transactions

Please refer to note 10. No further related party transactions noted.

23 Cash generated from operations

	2025 £	2024 £
Surplus for the year	4,501	104,442
Adjustments for:		
Investment income recognised in statement of financial activities	(125)	(568)
Loss/(gain) on disposal of tangible fixed assets	352	(1,422)
Depreciation and impairment of tangible fixed assets	18,465	13,107
Movements in working capital:		
Decrease in debtors	48,705	68,816
(Decrease) in creditors	(22,119)	(144,892)
Cash generated from operations	<u>49,779</u>	<u>39,483</u>

24 Analysis of changes in net funds

The charity had no material debt during the year.

HALAS HOMES

England & Wales - Charity number 701912

Accounts

Charity registration number 701912 (England and Wales)

Company registration number 02236170

HALAS HOMES
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2024

HALAS HOMES

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A Billingham Mrs N Billingham (Chairperson) Mr S Scriven Ms G Leno Mr M Billingham Miss S Billingham
Charity number	701912
Company number	02236170
Registered office	Halas Home Wassell Road Halesowen West Midlands United Kingdom B63 4JX
Auditor	BK Plus Audit Limited Azzurri House Walsall Business Park Walsall Road Walsall WS9 0RB
Bankers	Lloyds Bank Plc 153 High Street Rowley Regis West Midlands B65 0EB

HALAS HOMES

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditor's report	5 - 7
Statement of financial activities	8
Balance sheet	9
Statement of cash flows	10
Notes to the financial statements	11 - 22

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

The trustees present their annual report and financial statements for the year ended 30 September 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)".

Objectives and activities

Our main activities and who we try to help and described below. All our charitable activities focus on the promotion and support for people with learning disabilities and are undertaken to further our charitable purposes for public benefit.

We have referred to the guidance contained in the charity's commissions general guidance on public benefit when reviewing our aim and objectives and in planning our future activities.

The objectives are to promote and support the care of people with learning disabilities; to increase public knowledge of the problems faces by people with learning disabilities and their families, creating a sympathetic climate of public opinion to encourage acceptance in the community; to be available to give advice to people with learning disabilities and their families within the area of the charity, and to carry on and promote the establishment of residential homes, supported living homes and day care opportunities.

Activity undertaken in relation to these objectives include the provision of residential care for 30 residents in Halas Homes, assessing their changing needs and care as required, meeting all requirements of the regulatory body (CQC), and providing social housing locally, for rent by people with a learning disability whose support needs are also provided by Halas Support Service.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

The Covid pandemic continued to be significant, challenging, and changeable throughout the business year affecting operating procedures whilst still ensuring adherence to strict Government guidance to protect vulnerable service users and staff.

Prudent and precise management of grants ensured efficiency and consistency of various Projects and running of the organisation.

Outside clients continued to resume their Day Centre activities on site with staff supporting individuals to perform a Christmas concert B: Music (Symphony Hall) incorporating COVID restrictions and guidelines. The Day Centre continued to attract and retain clients.

As guidelines allowed the Day Centre was re-opened merging community and residential clients allowing full integration and normal operating procedures to commence as pre covid.

The Platinum Jubilee created an opportunity for the Residential Home to celebrate and re-connect with relatives, friends and family ensuing the first event since the outbreak of the pandemic taking place.

Links with the local community continued to expand and work programmes began on Halesowen Bid with collaborations with students from Halesowen College.

Coffee cups continued to meet its performance targets for the employed project whilst continuing to support the local community with food and friendship. Staff and volunteers were invited to participate and be awarded Freedom of the Borough for services recognised during covid.

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

Financial review

The trustees review of the financial position of the charity indicates a sound financial position. In deciding on the investment funds a cautious approach is adopted having taken into account social, environmental and ethical considerations.

The charity's reserves policy is:

- a) To continue to provide a secure environment for the residents.
- b) To assist the development of supported living with the provision of appropriate accommodation and support.
- c) The reserves at 30 September were £2,143,121.
- d) In the opinion of the Trustees this level of reserves is needed to ensure the continuing care and support of its residents in the coming years. This policy will be regularly reviewed.

The trustees have assessed the major risks to which the charity is exposed, are satisfied that systems are in place to mitigate exposure to the major risks.

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity is a company limited by guarantee and the governing document is the Articles and Memorandum of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A Billingham

Mrs N Billingham (Chairperson)

Mrs S Hampton

(Resigned 12 September 2025)

Mr S Scriven

Ms G Leno

Mr M Billingham

Miss S Billingham

Recruitment and appointment of trustees

The recruitment and appointment of new trustees, when applicable, follows the established procedures as for a new employees.

The trustees, with Mrs N Billingham as Chairperson manage the charity, Mrs A Sayer, the CEO, has day-to-day control of the management of the charity.

Trustees are not remunerated, and are responsible for setting the remuneration of key management personal.

Funds held as Custodian Trustee

Funds belonging to residents are maintained in a separate bank accounts and regularly reconciled.

Auditor

In accordance with the company's articles, a resolution proposing that BK Plus Audit Limited be reappointed as auditor of the company will be put at a General Meeting.

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) ***FOR THE YEAR ENDED 30 SEPTEMBER 2024***

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

Mrs N Billingham (Chairperson)
Trustee

30 September 2025

HALAS HOMES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 SEPTEMBER 2024

The trustees, who are also the directors of Halas Homes for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF HALAS HOMES

Opinion

We have audited the financial statements of Halas Homes (the 'charity') for the year ended 30 September 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows 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 charitable company's affairs as at 30 September 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the 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 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.

Matters on which we are required to report by exception

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

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to 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 as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

From the preliminary of the audit, we ensure our understanding of the entity is up to date. This includes, but is not limited to, current knowledge of their activities, the business and control environments, and their compliance with the applicable legal and regulatory frameworks. This information supports our risk identification and the subsequent design of audit procedures to mitigate those risks; ensuring that the audit evidence obtained is sufficient and appropriate to support our opinion.

In response to the risks identified, specific to this entity, we designed procedures which included, but were not limited to:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing minutes of meetings of those charged with governance, if available;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale for significant transactions outside the normal course of business.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 charity and the charity's trustees as a body, for our audit work for this report, or for the opinions we have formed.

Andrew Williams FCCA (Senior Statutory Auditor)
For and on behalf of BK Plus Audit Limited

30 September 2025

Azzurri House
Walsall Road
Aldridge
Walsall
England
WS9 0RB

HALAS HOMES

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2024

		Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes						
Income from:							
Donations and legacies	3	47,764	91,800	139,564	31,570	163,900	195,470
Charitable activities	4	2,139,256	-	2,139,256	1,737,469	-	1,737,469
Investments	5	568	-	568	3,501	-	3,501
Total income		<u>2,187,588</u>	<u>91,800</u>	<u>2,279,388</u>	<u>1,772,540</u>	<u>163,900</u>	<u>1,936,440</u>
Expenditure on:							
Charitable activities	6	2,084,669	91,699	2,176,368	1,954,456	121,326	2,075,782
Other expenditure	11	(1,422)	-	(1,422)	(410)	-	(410)
Total expenditure		<u>2,083,247</u>	<u>91,699</u>	<u>2,174,946</u>	<u>1,954,046</u>	<u>121,326</u>	<u>2,075,372</u>
Net income/(expenditure) and movement in funds		104,341	101	104,442	(181,506)	42,574	(138,932)
Reconciliation of funds:							
Fund balances at 1 October 2023		2,023,926	56,072	2,079,998	2,205,432	13,498	2,218,930
Fund balances at 30 September 2024		<u>2,128,267</u>	<u>56,173</u>	<u>2,184,440</u>	<u>2,023,926</u>	<u>56,072</u>	<u>2,079,998</u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The notes on pages 14 to 22 form part of these financial statements.

HALAS HOMES

BALANCE SHEET

AS AT 30 SEPTEMBER 2024

		2024		2023	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	13		2,113,461		2,060,091
Current assets					
Debtors	14	80,721		149,537	
Cash at bank and in hand		91,843		116,846	
		<u>172,564</u>		<u>266,383</u>	
Creditors: amounts falling due within one year	15	<u>(101,585)</u>		<u>(246,476)</u>	
Net current assets			70,979		19,907
Total assets less current liabilities			<u>2,184,440</u>		<u>2,079,998</u>
The funds of the charity					
Restricted income funds	17		56,173		56,072
Unrestricted funds	18		2,128,267		2,023,926
			<u>2,184,440</u>		<u>2,079,998</u>

The notes on pages 14 to 22 form part of these financial statements.

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2024.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 30 September 2025

Mrs N Billingham (Chairperson)
Trustee

Company registration number 02236170 (England and Wales)

HALAS HOMES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	22		39,483		(278,295)
Investing activities					
Purchase of tangible fixed assets		(66,476)		-	
Proceeds from disposal of tangible fixed assets		1,422		410	
Investment income received		568		3,501	
Net cash (used in)/generated from investing activities					
			(64,486)		3,911
Net cash generated from financing activities					
			-		-
Net decrease in cash and cash equivalents					
			(25,003)		(274,384)
Cash and cash equivalents at beginning of year			116,846		391,230
Cash and cash equivalents at end of year					
			91,843		116,846

The notes on pages 14 to 22 form part of these financial statements.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 Accounting policies

Charity information

Halas Homes is a private company limited by guarantee incorporated in England and Wales. The registered office is , Halas Home, Wassell Road, Halesowen, West Midlands, B63 4JX, United Kingdom.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

The Trustees believe that the going concern basis is appropriate after review of historical financial information showing profits and positive cash flows. The balance sheet is currently in a positive net asset and current net asset position. Future forecasts show profits and positive cash flow.

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Gifts in kind donated for distributions are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party bearing the cost.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 Accounting policies

(Continued)

The charity receives government grants in respect of care provided to residents. Income from government and other 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.

No amount is included in the financial statements for volunteer time in line with the SORP.

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	Not depreciated
Fixtures and fittings	12.5% to 25% straight line
Motor vehicles	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

No depreciation is provided on freehold property as in the opinion of the trustees there has been an increase in the value between the date of purchase and the balance sheet date.

FRS102 requires that each class of tangible fixed asset is either revalued regularly or not at all. The policy that has been adopted is not to revalue in the future.

The cost of minor additions or those costing below £500 are not capitalised.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 Accounting policies (Continued)

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

Derecognition of financial liabilities

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

1.10 Employee benefits

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

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

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

1 Accounting policies (Continued)

1.11 Retirement benefits

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

1.12 Government grants

Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

1.13 Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

2 Critical accounting estimates and judgements

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

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

There are no critical accounting estimates or judgements in the period.

3 Income from donations and legacies

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Donations and gifts	46,750	-	46,750	31,570	12,500	44,070
Grants	1,014	91,800	92,814	-	151,400	151,400
	<u>47,764</u>	<u>91,800</u>	<u>139,564</u>	<u>31,570</u>	<u>163,900</u>	<u>195,470</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

4 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Charitable income		
Incoming resources from charitable activities	2,139,256	1,737,469

5 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	568	3,501

6 Expenditure on charitable activities

	Charitable expenditure 2024 £	Charitable expenditure 2023 £
Direct costs		
Staff costs	1,681,079	1,523,360
Depreciation and impairment	13,107	10,985
Food, toiletries and cleaning	112,097	102,138
Welfare expenditure	33,515	28,555
Cleaning and miscellaneous expenses	29,446	5,426
Resident expenses	384	16,876
Day centre activities	9,769	19,237
Property & equipment maintenance	81,209	84,748
Grant expenditure	-	49,611
	1,960,606	1,840,936
Share of support and governance costs (see note 7)		
Support	180,633	187,228
Governance	35,129	47,618
	2,176,368	2,075,782
Analysis by fund		
Unrestricted funds	2,084,669	1,954,456
Restricted funds	91,699	121,326
	2,176,368	2,075,782

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

6 Expenditure on charitable activities (Continued)

Grant expenditure relates to resources expended, from restricted funds, for activities and project for the charities beneficiaries.

7 Support costs allocated to activities

	Charitable expenditure 2024 £	Total 2023 £
Rent	8,668	6,577
Rates	11,502	6,296
Light and heat	99,099	78,718
Telephone, postage and stationary	16,243	15,449
Insurance	24,079	16,255
Bad and doubtful debts	1,050	13,302
Admin costs	19,991	50,631
Governance	35,129	47,618
	<u>215,761</u>	<u>234,846</u>

Governance costs comprise:	2024 £	2023 £
Audit fees	12,600	12,000
Legal and professional	19,117	30,426
Share of support costs	3,412	5,192
	<u>35,129</u>	<u>47,618</u>

Governance costs include payments to the auditors of £8,820 (2023 - £8,400) for audit fees and accountancy fees of £3,780 (2023 - £3,600).

8 Net movement in funds

The net movement in funds is stated after charging/(crediting):

	2024 £	2023 £
Fees payable for the audit of the charity's financial statements	12,600	12,000
Depreciation of owned tangible fixed assets	13,106	10,985
Profit on disposal of tangible fixed assets	(1,422)	(410)
	<u></u>	<u></u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' indemnity insurance of £3,412 was paid during the year (2023 - £5,192).

Key management personnel remuneration

The total amount of employee benefits received by key management personnel is £75,559 (2023 - £77,077).

The charity considers its key management personnel are those persons having authority and responsibility to vote for significant decisions of the charity.

10 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Supervisory and domestic staff	64	68
Management and administration	14	13
Total	<u>78</u>	<u>81</u>

Employment costs

	2024 £	2023 £
Wages and salaries	1,536,562	1,382,645
Social security costs	111,768	105,264
Other pension costs	32,749	35,451
	<u>1,681,079</u>	<u>1,523,360</u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2024 Number	2023 Number
£60,000-£70,000	<u>1</u>	<u>-</u>

11 Other expenditure

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Net loss on disposal of tangible fixed assets	<u>(1,422)</u>	<u>(410)</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

12 Taxation

As a charity, Halas Homes is exempt from tax on income and gains in accordance with sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that the income and gains are applied to its charitable objects. No tax charges have therefore arisen in the charity.

13 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£
Cost or valuation				
At 1 October 2023	2,033,888	217,135	102,954	2,353,977
Additions	-	66,476	-	66,476
Disposals	-	-	(30,331)	(30,331)
At 30 September 2024	2,033,888	283,611	72,623	2,390,122
Depreciation and impairment				
At 1 October 2023	-	190,932	102,954	293,886
Depreciation charged in the year	-	13,106	-	13,106
Eliminated in respect of disposals	-	-	(30,331)	(30,331)
At 30 September 2024	-	204,038	72,623	276,661
Carrying amount				
At 30 September 2024	2,033,888	79,573	-	2,113,461
At 30 September 2023	2,033,888	26,203	-	2,060,091

Land and buildings with a carrying amount of £2,033,888 were revalued at 30 September 2022 by the trustees.

This valuation was based on the local knowledge of property prices in the surrounding area.

At 30 September 2024, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £1,758,275 (2023 - £1,758,275).

The revaluation surplus is disclosed in note 11.

14 Debtors

	2024	2023
Amounts falling due within one year:	£	£
Trade debtors	75,550	148,537
Other debtors	4,196	1,000
Prepayments and accrued income	975	-
	80,721	149,537

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

15	Creditors: amounts falling due within one year	2024	2023
		£	£
	Other taxation and social security	22,057	28,888
	Trade creditors	55,286	50,701
	Other creditors	7,720	127,752
	Accruals and deferred income	16,522	39,135
		<u>101,585</u>	<u>246,476</u>
16	Retirement benefit schemes	2024	2023
	Defined contribution schemes	£	£
	Charge to profit or loss in respect of defined contribution schemes	32,749	35,451
		<u>32,749</u>	<u>35,451</u>

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2024

17 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Balance at 1 October 2022	Movement in funds Incoming resources	Resources expended	Balance at 1 October 2023	Movement in funds Incoming resources	Resources expended	Balance at 30 September 2024
	£	£	£	£	£	£	£
Forbes (Community Engagement)	2,573	12,500	(15,073)	-	-	-	-
Lottery tea time treats	10,925	-	(10,925)	-	-	-	-
Lottery Fund - Employability	-	81,400	(45,716)	35,684	76,400	(84,629)	27,455
Legacy Trust	-	70,000	(49,611)	20,389	10,000	(1,669)	28,720
WM Care Association Digitalisation	-	-	-	-	5,400	(5,400)	-
	13,498	163,900	(121,326)	56,072	91,800	(91,698)	56,173

Lottery Fund Employability - This fund was to help young people with learning disabilities into employment by teaching them skills in a commercial setting.

Legacy Trust - a legacy to be used for the improvement of the home for a resident.

WM Care Association Digitalisation Fund - This fund was to upgrade software and IT consumables.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 October 2023	Incoming resources	Resources expended	Transfers	At 30 September 2024
	£	£	£	£	£
General funds	2,023,926	2,187,588	(2,083,247)	-	2,128,267
	<u>2,023,926</u>	<u>2,187,588</u>	<u>(2,083,247)</u>	<u>-</u>	<u>2,128,267</u>
Previous year:	At 1 October 2022	Incoming resources	Resources expended	Transfers	At 30 September 2023
	£	£	£	£	£
Supported living custodian fund	48,258	-	-	(48,258)	-
Residents custodian fund	40,810	-	-	(40,810)	-
General funds	2,116,364	1,772,540	(1,954,046)	89,068	2,023,926
	<u>2,205,432</u>	<u>1,772,540</u>	<u>(1,954,046)</u>	<u>-</u>	<u>2,023,926</u>

19 Analysis of net assets between funds

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 30 September 2024:			
Tangible assets	2,113,461	-	2,113,461
Current assets/(liabilities)	14,806	56,173	70,979
	<u>2,128,267</u>	<u>56,173</u>	<u>2,184,440</u>
	<u>2,128,267</u>	<u>56,173</u>	<u>2,184,440</u>
	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 30 September 2023:			
Tangible assets	2,060,091	-	2,060,091
Current assets/(liabilities)	(36,165)	56,072	19,907
	<u>2,023,926</u>	<u>56,072</u>	<u>2,079,998</u>
	<u>2,023,926</u>	<u>56,072</u>	<u>2,079,998</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2024

20 Operating lease commitments

Lessor

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2024	2023
	£	£
Within one year	904	904
Between two and five years	903	1,807
	<u>1,807</u>	<u>2,711</u>

21 Related party transactions

There were no disclosable related party transactions during the year (2023 - none).

22 Cash generated from/(absorbed by) operations

	2024	2023
	£	£
Surplus/(deficit) for the year	104,442	(138,932)
Adjustments for:		
Investment income recognised in statement of financial activities	(568)	(3,501)
Gain on disposal of tangible fixed assets	(1,422)	(410)
Depreciation and impairment of tangible fixed assets	13,107	10,985
Movements in working capital:		
(Increase)/decrease in stocks	-	596
Decrease/(increase) in debtors	68,816	(120,134)
(Decrease) in creditors	(144,892)	(26,899)
Cash generated from/(absorbed by) operations	<u>39,483</u>	<u>(278,295)</u>

23 Analysis of changes in net funds

The charity had no material debt during the year.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.

HALAS HOMES

England & Wales - Charity number 701912

Accounts

Charity registration number 701912

Company registration number 02236170 (England and Wales)

HALAS HOMES
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

HALAS HOMES

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mr A Billingham
Mrs N Billingham (Chairperson)
Mrs S Hampton
Mr S Scriven
Ms G Leno
Mr M Billingham (Appointed 19 August 2023)
Miss S Billingham (Appointed 16 August 2023)

Charity number

701912

Company number

02236170

Registered office

Halas Home
Wassell Road
Halesowen
West Midlands
United Kingdom
B63 4JX

Auditor

BK Plus Audit Limited
Azzurri House
Walsall Business Park
Walsall Road
Walsall
WS9 0RB
England
WS9 0RB

Bankers

Lloyds Bank Plc
153 High Street
Rowley Regis
West Midlands
B65 0EB

HALAS HOMES

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditor's report	5 - 7
Statement of financial activities	8
Balance sheet	9
Statement of cash flows	10
Notes to the financial statements	11 - 24

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2023

The trustees present their annual report and financial statements for the year ended 30 September 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

Our main activities and who we try to help and described below. All our charitable activities focus on the promotion and support for people with learning disabilities and are undertaken to further our charitable purposes for public benefit.

We have referred to the guidance contained in the charity's commissions general guidance on public benefit when reviewing our aim and objectives and in planning our future activities.

The objectives are to promote and support the care of people with learning disabilities; to increase public knowledge of the problems faces by people with learning disabilities and their families, creating a sympathetic climate of public opinion to encourage acceptance in the community; to be available to give advice to people with learning disabilities and their families within the area of the charity, and to carry on and promote the establishment of residential homes, supported living homes and day care opportunities.

Activity undertaken in relation to these objectives include the provision of residential care for 30 residents in Halas Homes, assessing their changing needs and care as required, meeting all requirements of the regulatory body (CQC), and providing social housing locally, for rent by people with a learning disability whose support needs are also provided by Halas Support Service.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

The Covid pandemic continued to be significant, challenging, and changeable throughout the business year affecting operating procedures whilst still ensuring adherence to strict Government guidance to protect vulnerable service users and staff.

Prudent and precise management of grants ensured efficiency and consistency of various Projects and running of the organisation.

Outside clients continued to resume their Day Centre activities on site with staff supporting individuals to perform a Christmas concert B: Music (Symphony Hall) incorporating COVID restrictions and guidelines. The Day Centre continued to attract and retain clients.

As guidelines allowed the Day Centre was re-opened merging community and residential clients allowing full integration and normal operating procedures to commence as pre covid.

The Platinum Jubilee created an opportunity for the Residential Home to celebrate and re-connect with relatives, friends and family ensuing the first event since the outbreak of the pandemic taking place.

Links with the local community continued to expand and work programmes began on Halesowen Bid with collaborations with students from Halesowen College.

Coffee cups continued to meet its performance targets for the employed project whilst continuing to support the local community with food and friendship. Staff and volunteers were invited to participate and be awarded Freedom of the Borough for services recognised during covid.

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

Financial review

The trustees review of the financial position of the charity indicates a sound financial position. In deciding on the investment funds a cautious approach is adopted having taken into account social, environmental and ethical considerations.

The charity's reserves policy is:

- a) To continue to provide a secure environment for the residents.
- b) To assist the development of supported living with the provision of appropriate accommodation and support.
- c) The reserves at 30 September were £2,143,121.
- d) In the opinion of the Trustees this level of reserves is needed to ensure the continuing care and support of its residents in the coming years. This policy will be regularly reviewed.

The trustees have assessed the major risks to which the charity is exposed, are satisfied that systems are in place to mitigate exposure to the major risks.

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity is a company limited by guarantee and the governing document is the Articles and Memorandum of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A Billingham	
Mrs N Billingham (Chairperson)	
Mrs S Hampton	
Mr S Scriven	
Mr J Brettle	(Resigned 1 August 2023)
Ms Y Davies	(Resigned 6 December 2022)
Ms G Leno	
Mr M Billingham	(Appointed 19 August 2023)
Miss S Billingham	(Appointed 16 August 2023)

Recruitment and appointment of trustees

The recruitment and appointment of new trustees, when applicable, follows the established procedures as for a new employees.

The trustees, with Mrs N Billingham as Chairperson manage the charity, Mrs A Sayer, the CEO, has day-to-day control of the management of the charity.

Trustees are not remunerated, and are responsible for setting the remuneration of key management personal.

Funds held as Custodian Trustee

Funds belonging to residents are maintained in a separate bank accounts and regularly reconciled.

HALAS HOMES

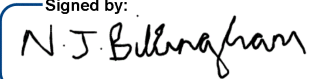
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

Auditor

In accordance with the company's articles, a resolution proposing that BK Plus Audit Limited be reappointed as auditor of the company will be put at a General Meeting.

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

Signed by:



Mrs N Billingham (Chairperson)

Trustee

24 September 2024

HALAS HOMES

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 30 SEPTEMBER 2023

The trustees, who are also the directors of Halas Homes for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF HALAS HOMES

Opinion

We have audited the financial statements of Halas Homes (the 'charity') for the year ended 30 September 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows 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 charitable company's affairs as at 30 September 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the 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 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.

Matters on which we are required to report by exception

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

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to 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 as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

From the preliminary of the audit, we ensure our understanding of the entity is up to date. This includes, but is not limited to, current knowledge of their activities, the business and control environments, and their compliance with the applicable legal and regulatory frameworks. This information supports our risk identification and the subsequent design of audit procedures to mitigate those risks; ensuring that the audit evidence obtained is sufficient and appropriate to support our opinion.

In response to the risks identified, specific to this entity, we designed procedures which included, but were not limited to:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing minutes of meetings of those charged with governance, if available;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale for significant transactions outside the normal course of business.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Christopher Hession C.A. (Senior Statutory Auditor)
For and on behalf of BK Plus Audit Limited

24 September 2024

Chartered Certified accountants
Statutory Auditor

Azzurri House
Walsall Road
Aldridge
Walsall
England
WS9 0RB

HALAS HOMES

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes						
Income from:							
Donations and legacies	3	31,570	163,900	195,470	25,846	83,315	109,161
Charitable activities	4	1,737,469	-	1,737,469	1,654,796	-	1,654,796
Investments	5	3,501	-	3,501	30	-	30
Total income		<u>1,772,540</u>	<u>163,900</u>	<u>1,936,440</u>	<u>1,680,672</u>	<u>83,315</u>	<u>1,763,987</u>
Expenditure on:							
Charitable activities	6	1,954,456	121,326	2,075,782	1,700,377	130,507	1,830,884
Other expenditure	11	(410)	-	(410)	-	-	-
Total expenditure		<u>1,954,046</u>	<u>121,326</u>	<u>2,075,372</u>	<u>1,700,377</u>	<u>130,507</u>	<u>1,830,884</u>
Net income/(expenditure)		<u>(181,506)</u>	<u>42,574</u>	<u>(138,932)</u>	<u>(19,705)</u>	<u>(47,192)</u>	<u>(66,897)</u>
Transfers between funds		-	-	-	(25,875)	25,875	-
Other recognised gains and losses:							
Revaluation of tangible fixed assets	13	-	-	-	275,613	-	275,613
Net movement in funds	8	<u>(181,506)</u>	<u>42,574</u>	<u>(138,932)</u>	<u>230,033</u>	<u>(21,317)</u>	<u>208,716</u>
Reconciliation of funds:							
Fund balances at 1 October 2022		<u>2,205,432</u>	<u>13,498</u>	<u>2,218,930</u>	<u>1,975,399</u>	<u>34,815</u>	<u>2,010,214</u>
Fund balances at 30 September 2023		<u>2,023,926</u>	<u>56,072</u>	<u>2,079,998</u>	<u>2,205,432</u>	<u>13,498</u>	<u>2,218,930</u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HALAS HOMES**BALANCE SHEET****AS AT 30 SEPTEMBER 2023**

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	14		2,060,091		2,071,076
Current assets					
Stocks	15		-		596
Debtors	16		149,537		29,403
Cash at bank and in hand			116,846		391,230
			266,383		421,229
Creditors: amounts falling due within one year	17		(246,476)		(273,375)
Net current assets			19,907		147,854
Total assets less current liabilities			2,079,998		2,218,930
Net assets excluding pension liability			2,079,998		2,218,930
The funds of the charity					
Restricted income funds	19		56,072		13,498
Unrestricted funds			2,023,926		2,205,432
			2,079,998		2,218,930

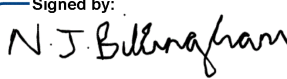
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2023, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 24 September 2024

Signed by: 
 6BB0A720F7464A6...
 Mrs N Billingham (Chairperson)
Trustee

Company registration number 02236170 (England and Wales)

HALAS HOMES**STATEMENT OF CASH FLOWS****FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	24		(278,295)		92,230
Investing activities					
Proceeds from disposal of tangible fixed assets		410		-	
Investment income received		3,501		30	
Net cash generated from investing activities			3,911		30
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(274,384)		92,260
Cash and cash equivalents at beginning of year			391,230		298,970
Cash and cash equivalents at end of year			116,846		391,230

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023

1 Accounting policies

Charity information

Halas Homes is a private company limited by guarantee incorporated in England and Wales. The registered office is , Halas Home, Wassell Road, Halesowen, West Midlands, B63 4JX, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Gifts in kind donated for distributions are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party bearing the cost.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

1 Accounting policies

(Continued)

The charity receives government grants in respect of care provided to residents. Income from government and other 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.

No amount is included in the financial statements for volunteer time in line with the SORP.

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	Not depreciated
Fixtures and fittings	12.5% to 25% straight line
Motor vehicles	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

No depreciation is provided on freehold property as in the opinion of the trustees there has been an increase in the value between the date of purchase and the balance sheet date.

It is the charity's policy to maintain its property to a high standard through a continuing programme of refurbishment and maintenance and consequently the useful economic life of the property and its residual value is such that any depreciation would be immaterial. In accordance with FRS102 the trustees carry out a review for impairment when events or changes in circumstance indicate that the carrying amount of the fixed assets may not be recoverable. In the opinion of the trustees the residual value of the building will at least equal their book value. No provision has therefore been made, contrary to FRS102.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

1 Accounting policies

(Continued)

FRS102 requires that each class of tangible fixed asset is either revalued regularly or not at all. The policy that has been adopted is not to revalue in the future.

The cost of minor additions or those costing below £500 are not capitalised.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell.

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

Derecognition of financial liabilities

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

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

1 Accounting policies (Continued)

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

1.13 Government grants

Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

As a result of the COVID-19 pandemic the charity has made applications to the HMRC Coronavirus Job Retention Scheme (CJRS) and has received support for employees who have been furloughed. The income from CJRS has been recognised on a straight line basis over the furlough period for each relevant employee.

The charity has received other COVID-19 related grants and they have been recognised for the period to which they relate.

1.14 Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

2 Critical accounting estimates and judgements

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

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

3 Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	31,570	12,500	44,070	24,597	-	24,597
Grant income	-	151,400	151,400	1,249	83,315	84,564
	<u>31,570</u>	<u>163,900</u>	<u>195,470</u>	<u>25,846</u>	<u>83,315</u>	<u>109,161</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

4 Income from charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Charitable income		
Incoming resources from charitable activities	1,737,469	1,654,796

5 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Interest receivable	3,501	30

6 Expenditure on charitable activities

	Charitable expenditure 2023 £	Charitable expenditure 2022 £
Direct costs		
Staff costs	1,523,360	1,483,087
Depreciation and impairment	10,985	16,196
Food, toiletries and cleaning	102,138	93,095
Welfare expenditure	28,555	9,836
Cleaning and miscellaneous expenses	5,426	10,059
Residents expenses	16,876	5,572
Day centre activities	19,237	10,379
Property and equipment maintenance	84,748	28,908
Grant expenditure	49,611	27,906
	<u>1,840,936</u>	<u>1,685,038</u>
Share of support and governance costs (see note 7)		
Support	187,228	123,984
Governance	47,618	21,862
	<u>2,075,782</u>	<u>1,830,884</u>
Analysis by fund		
Unrestricted funds	1,954,456	1,700,377
Restricted funds	121,326	130,507
	<u>2,075,782</u>	<u>1,830,884</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

6 Expenditure on charitable activities (Continued)

Grant expenditure relates to resources expended, from restricted funds, for activities and project for the charities beneficiaries.

7 Support costs allocated to activities

	Charitable expenditure 2023 £	Total 2022 £
Rent	6,577	10,432
Rates	6,296	7,897
Light and heat	78,718	34,449
Telephone, postage and stationary	15,449	11,252
Insurance	16,255	25,863
Bad and doubtful debts	13,302	-
Admin costs	50,631	34,091
Governance	47,618	21,862
	<u>234,846</u>	<u>145,846</u>
	2023 £	2022 £
Governance costs comprise:		
Audit fees	14,300	10,000
Legal and professional	28,126	7,423
Share of support costs	5,192	4,439
	<u>47,618</u>	<u>21,862</u>

Governance costs include payments to the auditors of £7,000 (2022 - £7,000) for audit fees and accountancy fees of £3,000 (2022 - £3,000).

8 Net movement in funds

The net movement in funds is stated after charging/(crediting):

Fees payable for the audit of the charity's financial statements	14,300	10,000
Depreciation of owned tangible fixed assets	10,985	16,197
Profit on disposal of tangible fixed assets	(410)	-
	<u>24,870</u>	<u>26,197</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' indemnity insurance of £5,192 was paid during the year (2022 - £5,192).

Key management personnel remuneration

The total amount of employee benefits received by key management personnel is £77,077 (2022 - £68,983).

The charity considers its key management personnel are those persons having authority and responsibility to vote for significant decisions of the charity.

10 Employees

The average monthly number of employees during the year was:

	2023	2022
	Number	Number
Supervisory and domestic staff	68	66
Management and administration	13	15
	<hr/>	<hr/>
Total	81	81
	<hr/> <hr/>	<hr/> <hr/>

Employment costs

	2023	2022
	£	£
Wages and salaries	1,382,645	1,354,273
Social security costs	105,264	104,904
Other pension costs	35,451	23,910
	<hr/>	<hr/>
	1,523,360	1,483,087
	<hr/> <hr/>	<hr/> <hr/>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2023	2022
	Number	Number
£60,001 to £70,000	-	1
	<hr/> <hr/>	<hr/> <hr/>

11 Other expenditure

	Unrestricted	Unrestricted
	funds	funds
	2023	2022
	£	£
Net loss on disposal of tangible fixed assets	(410)	-
	<hr/> <hr/>	<hr/> <hr/>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

12 Taxation

As a charity, Halas Homes is exempt from tax on income and gains in accordance with sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that the income and gains are applied to its charitable objects. No tax charges have therefore arisen in the charity.

13 Gains on revaluation of fixed assets

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Gains/(losses) upon:		
Revaluation of tangible fixed assets	-	(275,613)
	<u> </u>	<u> </u>

During the financial year the trustees revalued the freehold property by £275,613 this was based on local knowledge of property prices.

14 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
Cost or valuation				
At 1 October 2022	2,033,888	217,135	109,954	2,360,977
Disposals	-	-	(7,000)	(7,000)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 September 2023	2,033,888	217,135	102,954	2,353,977
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation and impairment				
At 1 October 2022	-	179,947	109,954	289,901
Depreciation charged in the year	-	10,985	-	10,985
Eliminated in respect of disposals	-	-	(7,000)	(7,000)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 September 2023	-	190,932	102,954	293,886
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Carrying amount				
At 30 September 2023	2,033,888	26,203	-	2,060,091
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 September 2022	2,033,888	37,188	-	2,071,076
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

Land and buildings with a carrying amount of £2,033,888 were revalued at 30 September 2022 by the trustees.

This valuation was based on the local knowledge of property prices in the surrounding area.

At 30 September 2023, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £1,758,275 (2022 - £1,758,275).

The revaluation surplus is disclosed in note 11.

HALAS HOMES**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**
FOR THE YEAR ENDED 30 SEPTEMBER 2023

15	Stocks		
		2023	2022
		£	£
	Raw materials and consumables	-	596
		<u> </u>	<u> </u>
16	Debtors		
		2023	2022
		£	£
	Amounts falling due within one year:		
	Trade debtors	148,537	22,287
	Other debtors	1,000	1,536
	Prepayments and accrued income	-	5,580
		<u> </u>	<u> </u>
		<u>149,537</u>	<u>29,403</u>
17	Creditors: amounts falling due within one year		
		2023	2022
		£	£
	Other taxation and social security	28,888	35,525
	Trade creditors	50,701	2,762
	Other creditors	127,752	189,209
	Accruals and deferred income	39,135	45,879
		<u> </u>	<u> </u>
		<u>246,476</u>	<u>273,375</u>
18	Retirement benefit schemes		
		2023	2022
		£	£
	Defined contribution schemes		
	Charge to profit or loss in respect of defined contribution schemes	35,451	23,910
		<u> </u>	<u> </u>

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

19 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Movement in funds				Movement in funds			
	Balance at 1 October 2021	Incoming resources	Resources expended	Transfers	Balance at 1 October 2022	Incoming resources	Resources expended	Balance at 30 September 2023
	£	£	£	£	£	£	£	£
The arts fund	900	-	(900)	-	-	-	-	-
The lifestyle fund	191	-	(191)	-	-	-	-	-
Forbes (Community Engagement)	-	25,000	(22,427)	-	2,573	12,500	(15,073)	-
Money Management	4,800	-	(4,800)	-	-	-	-	-
Lottery IT	8,843	-	(8,843)	-	-	-	-	-
Coffee Cups refurbishment	3,499	-	(3,499)	-	-	-	-	-
Lottery tea time treats	16,582	-	(5,657)	-	10,925	-	(10,925)	-
COVID discretionary grant	-	10,000	(10,000)	-	-	-	-	-
COVID rapid testing fund	-	6,997	(6,997)	-	-	-	-	-
COVID IPC grant	-	9,847	(9,847)	-	-	-	-	-
COVID cultural recovery fund	-	-	(25,875)	25,875	-	-	-	-
COVID community fund	-	10,000	(10,000)	-	-	-	-	-
COVID vaccine fund	-	692	(692)	-	-	-	-	-
COVID workforce retention grant	-	20,779	(20,779)	-	-	-	-	-
Lottery Fund - Employability	-	-	-	-	-	81,400	(45,716)	35,684
Legacy Trust	-	-	-	-	-	70,000	(49,611)	20,389
	<u>34,815</u>	<u>83,315</u>	<u>(130,507)</u>	<u>25,875</u>	<u>13,498</u>	<u>163,900</u>	<u>(121,326)</u>	<u>56,072</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

19 Restricted funds

(Continued)

The arts fund - grants received, specifically to be used on performing arts.

The lifestyle fund - to be used in connection with the Health and Wellbeing of residents.

Big Lottery IT fund - This fund is to run a series of workshops/lessons on various aspects of IT, to help people learn new online skills.

Coffee Cups refurbishment fund - This was set up to raise funds for the Coffee Cups refurbishment.

Lottery tea time treats - Due to COVID-19 lockdown restrictions coffee cups shop had to close. This project allowed people with learning disabilities to continue to engage with the local community and deliver fresh food and conversation to the vulnerable and lonely residents who were severely impacted by the pandemic.

Money Management fund - This project was set up to try and increase financial awareness to people with learning disabilities and encourage them to see the value of money.

COVID grants - funds received are to be used to help control the spread of COVID-19 within the care home, including support towards payroll costs for staff who are isolating.

The cultural recovery grant - this is to support the performing arts activities and aid recovery after lockdown restrictions.

The Forbes (Community Engagement) Fund - This Project was set up to help people with learning disabilities into employment.

Lottery Fund Employability - This fund was to help young people with learning disabilities into employment by teaching them skills in a commercial setting.

Legacy Trust - a legacy to be used for the improvement of the home for a resident.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2023

20 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 October 2022	Incoming resources	Resources expended	Transfers	Gains and losses	At 30 September 2023
	£	£	£	£	£	£
Supported living custodian fund	48,258	-	-	(48,258)	-	-
Residents custodian fund	40,810	-	-	(40,810)	-	-
General funds	2,116,364	1,772,540	(1,954,046)	89,068	-	2,023,926
	<u>2,205,432</u>	<u>1,772,540</u>	<u>(1,954,046)</u>	<u>-</u>	<u>-</u>	<u>2,023,926</u>
Previous year:	At 1 October 2021	Incoming resources	Resources expended	Transfers	Gains and losses	At 30 September 2022
	£	£	£	£	£	£
Supported living custodian fund	649	190,609	(143,000)	-	-	48,258
Residents custodian fund	37,702	85,472	(82,364)	-	-	40,810
General funds	1,937,048	1,404,591	(1,475,013)	(25,875)	275,613	2,116,364
	<u>1,975,399</u>	<u>1,680,672</u>	<u>(1,700,377)</u>	<u>(25,875)</u>	<u>275,613</u>	<u>2,205,432</u>

21 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 30 September 2023:			
Tangible assets	2,060,091	-	2,060,091
Current assets/(liabilities)	(36,165)	56,072	19,907
	<u>2,023,926</u>	<u>56,072</u>	<u>2,079,998</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2023

21 Analysis of net assets between funds

(Continued)

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
At 30 September 2022:			
Tangible assets	2,071,076	-	2,071,076
Current assets/(liabilities)	134,356	13,498	147,854
	<u>2,205,432</u>	<u>13,498</u>	<u>2,218,930</u>

22 Operating lease commitments

Lessor

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	904	3,022
Between two and five years	1,807	2,409
	<u>2,711</u>	<u>5,431</u>

23 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

24 Cash generated from operations

	2023 £	2022 £
(Deficit)/surplus for the year	(138,932)	(66,897)
Adjustments for:		
Investment income recognised in statement of financial activities	(3,501)	(30)
Gain on disposal of tangible fixed assets	(410)	-
Depreciation and impairment of tangible fixed assets	10,985	16,196
Movements in working capital:		
Decrease in stocks	596	-
(Increase)/decrease in debtors	(120,134)	120,848
(Decrease)/increase in creditors	(26,899)	22,113
Cash (absorbed by)/generated from operations	<u>(278,295)</u>	<u>92,230</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) *FOR THE YEAR ENDED 30 SEPTEMBER 2023*

25 Analysis of changes in net funds

The charity had no material debt during the year.

HALAS HOMES

England & Wales - Charity number 701912

Accounts

Charity registration number 701912

Company registration number 02236170 (England and Wales)

HALAS HOMES
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

HALAS HOMES

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mr A Billingham
Mrs N Billingham (Chairperson)
Mrs S Hampton
Mr S Scriven
Mr J Brettle
Ms Y Davies
Ms G Leno

Charity number

701912

Company number

02236170

Registered office

Halas Home
Wassell Road
Halesowen
West Midlands
United Kingdom
B63 4JX

Auditor

BK Plus Audit Limited
Azzurri House
Walsall Business Park
Walsall Road
Walsall
WS9 0RB

Bankers

Lloyds Bank Plc
153 High Street
Rowley Regis
West Midlands
B65 0EB

HALAS HOMES

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditor's report	5 - 7
Statement of financial activities	8
Balance sheet	9
Statement of cash flows	10
Notes to the financial statements	11 - 25

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2022

The trustees present their annual report and financial statements for the year ended 30 September 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

Our main activities and who we try to help and described below. All our charitable activities focus on the promotion and support for people with learning disabilities and are undertaken to further our charitable purposes for public benefit.

We have referred to the guidance contained in the charity's commissions general guidance on public benefit when reviewing our aim and objectives and in planning our future activities.

The objectives are to promote and support the care of people with learning disabilities; to increase public knowledge of the problems faces by people with learning disabilities and their families, creating a sympathetic climate of public opinion to encourage acceptance in the community; to be available to give advice to people with learning disabilities and their families within the area of the charity, and to carry on and promote the establishment of residential homes, supported living homes and day care opportunities.

Activity undertaken in relation to these objectives include the provision of residential care for 30 residents in Halas Homes, assessing their changing needs and care as required, meeting all requirements of the regulatory body (CQC), and providing social housing locally, for rent by people with a learning disability whose support needs are also provided by Halas Support Service.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The Covid pandemic continued to be significant, challenging, and changeable throughout the business year affecting operating procedures whilst still ensuring adherence to strict Government guidance to protect vulnerable service users and staff.

Prudent and precise management of grants ensured efficiency and consistency of various Projects and running of the organisation.

Outside clients continued to resume their Day Centre activities on site with staff supporting individuals to perform a Christmas concert B: Music (Symphony Hall) incorporating COVID restrictions and guidelines. The Day Centre continued to attract and retain clients.

As guidelines allowed the Day Centre was re-opened merging community and residential clients allowing full integration and normal operating procedures to commence as pre covid.

The Platinum Jubilee created an opportunity for the Residential Home to celebrate and re-connect with relatives, friends and family ensuing the first event since the outbreak of the pandemic taking place.

Links with the local community continued to expand and work programmes began on Halesowen Bid with collaborations with students from Halesowen College.

Coffee cups continued to meet its performance targets for the employed project whilst continuing to support the local community with food and friendship. Staff and volunteers were invited to participate and be awarded Freedom of the Borough for services recognised during covid.

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

Financial review

The trustees review of the financial position of the charity indicates a sound financial position. In deciding on the investment funds a cautious approach is adopted having taken into account social, environmental and ethical considerations.

The charity's reserves policy is:

- a) To continue to provide a secure environment for the residents.
- b) To assist the development of supported living with the provision of appropriate accommodation and support.
- c) The reserves at 30 September were £2,218,930.
- d) In the opinion of the Trustees this level of reserves is needed to ensure the continuing care and support of its residents in the coming years. This policy will be regularly reviewed.

The trustees have assessed the major risks to which the charity is exposed, are satisfied that systems are in place to mitigate exposure to the major risks.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity is a company limited by guarantee and the governing document is the Articles and Memorandum of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr A Billingham
Mrs N Billingham (Chairperson)
Mrs S Hampton
Mr S Scriven
Mr J Brettle
Ms Y Davies
Ms G Leno

The recruitment and appointment of new trustees, when applicable, follows the established procedures as for a new employees.

The trustees, with Mrs N Billingham as Chairperson manage the charity, Mrs A Sayer, the CEO, has day-to-day control of the management of the charity.

Trustees are not remunerated, and are responsible for setting the remuneration of key management personal.

Funds held as Custodian Trustee

Funds belonging to residents are maintained in a separate bank accounts and regularly reconciled.

Auditor

In accordance with the company's articles, a resolution proposing that be reappointed as auditor of the company will be put at a General Meeting.

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

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



Mrs N Billingham (Chairperson)
Trustee

6 June 2023

HALAS HOMES

STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 30 SEPTEMBER 2022

The trustees, who are also the directors of Halas Homes for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF HALAS HOMES

Opinion

We have audited the financial statements of Halas Homes (the 'charity') for the year ended 30 September 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows 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 charitable company's affairs as at 30 September 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the 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 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.

Matters on which we are required to report by exception

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

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

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to 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 as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

From the preliminary of the audit, we ensure our understanding of the entity is up to date. This includes, but is not limited to, current knowledge of their activities, the business and control environments, and their compliance with the applicable legal and regulatory frameworks. This information supports our risk identification and the subsequent design of audit procedures to mitigate those risks; ensuring that the audit evidence obtained is sufficient and appropriate to support our opinion.

In response to the risks identified, specific to this entity, we designed procedures which included, but were not limited to:

- Enquiry of management and those charged with governance around actual and potential litigation and claims;
- Reviewing minutes of meetings of those charged with governance, if available;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale for significant transactions outside the normal course of business.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Use of our report

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Christopher Hession C.A. (Senior Statutory Auditor)
For and on behalf of BK Plus Audit Limited

6 June 2023

is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

HALAS HOMES

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	25,846	83,315	109,161	38,378	240,151	278,529
Charitable activities	4	1,654,796	-	1,654,796	1,613,611	-	1,613,611
Investments	5	30	-	30	620	-	620
Total income		1,680,672	83,315	1,763,987	1,652,609	240,151	1,892,760
Expenditure on:							
Charitable activities	6	1,700,377	130,507	1,830,884	1,724,658	211,457	1,936,115
Net outgoing resources before transfers		(19,705)	(47,192)	(66,897)	(72,049)	28,694	(43,355)
Gross transfers between funds		(25,875)	25,875	-	23,839	(23,839)	-
Net outgoing resources		(45,580)	(21,317)	(66,897)	(48,210)	4,855	(43,355)
Other recognised gains and losses							
Revaluation of tangible fixed assets	11	275,613	-	275,613	-	-	-
Net movement in funds		230,033	(21,317)	208,716	(48,210)	4,855	(43,355)
Fund balances at 1 October 2021		1,975,399	34,815	2,010,214	2,023,609	29,960	2,053,569
Fund balances at 30 September 2022		2,205,432	13,498	2,218,930	1,975,399	34,815	2,010,214

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HALAS HOMES

BALANCE SHEET

AS AT 30 SEPTEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	12		2,071,076		1,811,659
Current assets					
Stocks	13	596		596	
Debtors	14	29,403		150,251	
Cash at bank and in hand		391,230		298,970	
		<u>421,229</u>		<u>449,817</u>	
Creditors: amounts falling due within one year	15	<u>(273,375)</u>		<u>(251,262)</u>	
Net current assets			<u>147,854</u>		<u>198,555</u>
Total assets less current liabilities			<u>2,218,930</u>		<u>2,010,214</u>
Income funds					
Restricted funds	16		13,498		34,815
<u>Unrestricted funds</u>					
Designated funds	17	89,068		38,351	
General unrestricted funds		1,840,751		1,937,048	
Revaluation reserve		<u>275,613</u>		<u>-</u>	
			<u>2,205,432</u>		<u>1,975,399</u>
			<u>2,218,930</u>		<u>2,010,214</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 6 June 2023

Mrs N Billingham (Chairperson)

Trustee

Company registration number 02236170

HALAS HOMES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	21		92,230		786
Investing activities					
Investment income received		30		620	
Net cash generated from investing activities			30		620
Financing activities					
Payment of obligations under finance leases		-		(469)	
Net cash used in financing activities			-		(469)
Net increase in cash and cash equivalents			92,260		937
Cash and cash equivalents at beginning of year			298,970		298,033
Cash and cash equivalents at end of year			391,230		298,970

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies

Charity information

Halas Homes is a private company limited by guarantee incorporated in England and Wales. The registered office is , Halas Home, Wassell Road, Halesowen, West Midlands, B63 4JX, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

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

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

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Gifts in kind donated for distributions are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party bearing the cost.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies

(Continued)

The charity receives government grants in respect of care provided to residents. Income from government and other 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.

No amount is included in the financial statements for volunteer time in line with the SORP.

1.5 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

1.6 Tangible fixed assets

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

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

Freehold land and buildings	Not depreciated
Fixtures and fittings	12.5% to 25% straight line
Motor vehicles	25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

No depreciation is provided on freehold property as in the opinion of the trustees there has been an increase in the value between the date of purchase and the balance sheet date.

It is the charity's policy to maintain its property to a high standard through a continuing programme of refurbishment and maintenance and consequently the useful economic life of the property and its residual value is such that any depreciation would be immaterial. In accordance with FRS102 the trustees carry out a review for impairment when events or changes in circumstances indicate that the carrying amount of the fixed assets may not be recoverable. In the opinion of the trustees the residual value of the buildings will at least equal their book value. No provision has therefore been made, contrary to FRS102.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies

(Continued)

FRS102 requires that each class of tangible fixed asset is either revalued regularly or not at all. The policy that has been adopted is not to revalue in the future.

The cost of minor additions or those costing below £500 are not capitalised.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell.

1.9 Cash and cash equivalents

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

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

Derecognition of financial liabilities

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

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2022

1 Accounting policies

(Continued)

1.11 Employee benefits

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

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

1.12 Retirement benefits

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

1.13 Government grants

Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

As a result of the COVID-19 pandemic the charity has made applications to the HMRC Coronavirus Job Retention Scheme (CJRS) and has received support for employees who have been furloughed. The income from CJRS has been recognised on a straight line basis over the furlough period for each relevant employee.

The charity has received other COVID-19 related grants and they have been recognised for the period to which they relate.

1.14 Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

2 Critical accounting estimates and judgements

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

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

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	24,597	-	24,597	29,490	-	29,490
Grant income	1,249	83,315	84,564	8,888	240,151	249,039
	<u>25,846</u>	<u>83,315</u>	<u>109,161</u>	<u>38,378</u>	<u>240,151</u>	<u>278,529</u>

During the previous year the charity received increased government grants, most of which were to support the charity through the Covid-19 pandemic.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

4 Charitable activities

	2022 £	2021 £
Incoming resources from charitable activities	1,654,796	1,613,611

5 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	30	620

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

6 Charitable activities

	2022	2021
	£	£
Staff costs	1,483,087	1,554,814
Depreciation and impairment	16,196	16,587
Food, toiletries and cleaning	93,095	104,565
Welfare expenditure	9,836	10,839
Cleaning and miscellaneous expenses	10,059	19,791
Residents expenses	5,572	9,310
Day centre activities	10,379	1,068
Property and equipment maintenance	28,908	28,367
Grant expenditure	27,906	49,231
	<u>1,685,038</u>	<u>1,794,572</u>
Share of support costs (see note 7)	123,984	114,654
Share of governance costs (see note 7)	21,862	26,889
	<u>1,830,884</u>	<u>1,936,115</u>
Analysis by fund		
Unrestricted funds	1,700,377	1,724,658
Restricted funds	130,507	211,457
	<u>1,830,884</u>	<u>1,936,115</u>

Grant expenditure relates to resources expended, from restricted funds, for activities and project for the charities beneficiaries.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

7 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Rent	10,432	-	10,432	6,500	-	6,500
Rates	7,897	-	7,897	8,521	-	8,521
Heat and light	34,449	-	34,449	33,856	-	33,856
Telephone, postage and stationary	11,252	-	11,252	15,172	-	15,172
Insurance	25,863	4,439	30,302	15,427	4,166	19,593
Admin costs	34,091	-	34,091	35,178	-	35,178
Audit fees	-	10,000	10,000	-	22,723	22,723
Legal and professional	-	7,423	7,423	-	-	-
	<u>123,984</u>	<u>21,862</u>	<u>145,846</u>	<u>114,654</u>	<u>26,889</u>	<u>141,543</u>
Analysed between Charitable activities	<u>123,984</u>	<u>21,862</u>	<u>145,846</u>	<u>114,654</u>	<u>26,889</u>	<u>141,543</u>

Governance costs includes payments to the auditors of £7,000 (2021- £13,800) for audit fees and accountancy fees of £3,000 (2021- £8,923).

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' indemnity insurance of £5,192 was paid during the year (2021 - £4,166).

Key management personnel remuneration

The total amount of employee benefits received by key management personnel is £68,983 (2021 - £66,187).

The charity considers its key management personnel are those persons having authority and responsibility to vote for significant decisions of the charity.

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Supervisory and domestic staff	66	70
Management and administration	15	16
Total	<u>81</u>	<u>86</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

9 Employees		(Continued)	
Employment costs	2022 £	2021 £	
Wages and salaries	1,354,273	1,432,879	
Social security costs	104,904	101,840	
Other pension costs	23,910	20,095	
	<u>1,483,087</u>	<u>1,554,814</u>	

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2022 Number	2021 Number
£60,001 to £70,000	<u>1</u>	<u>1</u>

10 Taxation

As a charity, Halas Homes is exempt from tax on income and gains in accordance with sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that the income and gains are applied to its charitable objects. No tax charges have therefore arisen in the charity.

11 Revaluation of fixed assets

	Unrestricted funds	Total
	2022 £	2021 £
Revaluation of tangible fixed assets	<u>(275,613)</u>	<u>-</u>

During the financial year the trustees revalued the freehold property by £275,613 this was based on local knowledge of property prices.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

12 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
Cost or valuation				
At 1 October 2021	1,758,275	217,135	109,954	2,085,364
Revaluation	275,613	-	-	275,613
At 30 September 2022	2,033,888	217,135	109,954	2,360,977
Depreciation and impairment				
At 1 October 2021	-	168,563	105,141	273,704
Depreciation charged in the year	-	11,384	4,813	16,197
At 30 September 2022	-	179,947	109,954	289,901
Carrying amount				
At 30 September 2022	2,033,888	37,188	-	2,071,076
At 30 September 2021	1,758,275	48,571	4,813	1,811,659

Land and buildings with a carrying amount of £2,033,888 were revalued at 30 September 2022 by the trustees,

This valuation was based on the local knowledge of property prices in the surrounding area.

At 30 September 2022, had the revalued assets been carried at historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £1,758,275 (2021 - £-).

The revaluation surplus is disclosed in note 11.

13 Stocks

	2022 £	2021 £
Raw materials and consumables	596	596

14 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	22,287	124,789
Other debtors	1,536	15,868
Prepayments and accrued income	5,580	9,594
	29,403	150,251

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

15 Creditors: amounts falling due within one year	2022 £	2021 £
Other taxation and social security	35,525	31,861
Trade creditors	2,762	11,282
Other creditors	189,209	134,739
Accruals and deferred income	45,879	73,380
	<u>273,375</u>	<u>251,262</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

16 Restricted funds

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

	Movement in funds			Movement in funds			Movement in funds		
	Balance at 1 October 2020	Incoming resources	Resources expended	Transfers	Balance at 1 October 2021	Incoming resources	Resources expended	Transfers	Balance at 30 September 2022
	£	£	£	£	£	£	£	£	£
The arts fund	900	-	-	-	900	-	(900)	-	-
The lifestyle fund	191	-	-	-	191	-	(191)	-	-
Forbes (Community Engagement)	850	25,000	(26,455)	605	-	25,000	(22,427)	-	2,573
Money Management	4,800	-	-	-	4,800	-	(4,800)	-	-
Lottery IT	8,843	-	-	-	8,843	-	(8,843)	-	-
Coffee Cups refurbishment	3,499	-	-	-	3,499	-	(3,499)	-	-
Lottery tea time treats	9,850	34,152	(27,420)	-	16,582	-	(5,657)	-	10,925
COVID infection grant	1,027	-	(1,491)	464	-	-	-	-	-
COVID SSP infection control	-	21,671	(21,671)	-	-	-	-	-	-
COVID discretionary grant	-	10,000	(10,967)	967	-	10,000	(10,000)	-	-
COVID rapid testing fund	-	23,836	(23,836)	-	-	6,997	(6,997)	-	-
COVID IPC grant	-	12,296	(12,296)	-	-	9,847	(9,847)	-	-
COVID cultural recovery fund	-	14,416	(14,416)	-	-	-	(25,875)	25,875	-
COVID community fund	-	98,780	(72,905)	(25,875)	-	10,000	(10,000)	-	-
COVID vaccine fund	-	-	-	-	-	692	(692)	-	-
COVID workforce retention grant	-	-	-	-	-	20,779	(20,779)	-	-
	<u>29,960</u>	<u>240,151</u>	<u>(211,457)</u>	<u>(23,839)</u>	<u>34,815</u>	<u>83,315</u>	<u>(130,507)</u>	<u>25,875</u>	<u>13,498</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

16 Restricted funds

(Continued)

The arts fund - grants received, specifically to be used on performing arts.

The lifestyle fund - to be used in connection with the Health and Wellbeing of residents.

The Forbes (Community Engagement) fund - This project was set up to help people with learning disabilities into employment.

Big Lottery IT fund - This fund is to run a series of workshops/lessons on various aspects of IT, to help people learn new online skills.

Coffee Cups refurbishment fund - This was set up to raise funds for the Coffee Cups refurbishment.

Lottery tea time treats - Due to COVID-19 lockdown restrictions coffee cups shop had to close. This project allowed people with learning disabilities to continue to engage with the local community and deliver fresh food and conversation to the vulnerable and lonely residents who were severely impacted by the pandemic.

Money Management fund - This project was set up to try and increase financial awareness to people with learning disabilities and encourage them to see the value of money.

COVID grants - funds received are to be used to help control the spread of COVID-19 within the care home, including support towards payroll costs for staff who are isolating.

The cultural recovery grant - this is to support the performing arts activities and aid recovery after lockdown restrictions.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

17 Designated funds

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

	Movement in funds			Movement in funds			Balance at 30 September 2022 £
	Balance at 1 October 2020 £	Incoming resources £	Resources expended £	Balance at 1 October 2021 £	Incoming resources £	Resources expended £	
Supported living custodian fund	21,952	249,358	(270,661)	649	190,609	(143,000)	48,258
Residents custodian fund	34,580	176,766	(173,644)	37,702	85,472	(82,364)	40,810
	<u>56,532</u>	<u>426,124</u>	<u>(444,305)</u>	<u>38,351</u>	<u>276,081</u>	<u>(225,364)</u>	<u>89,068</u>

18 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total Unrestricted funds 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 30 September 2022 are represented by:						
Tangible assets	2,071,076	-	2,071,076	1,808,160	3,499	1,811,659
Current assets/(liabilities)	134,356	13,498	147,854	167,239	31,316	198,555
	<u>2,205,432</u>	<u>13,498</u>	<u>2,218,930</u>	<u>1,975,399</u>	<u>34,815</u>	<u>2,010,214</u>

19 Operating lease commitments

Lessor

At the reporting end date the charity had outstanding commitments for future minimum lease payments under no-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	3,022	2,225
Between two and five years	2,409	3,588
	<u>5,431</u>	<u>5,813</u>

20 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2022

21	Cash generated from operations	2022 £	2021 £
	Surplus/(deficit) for the year	(66,897)	(43,355)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(30)	(620)
	Depreciation and impairment of tangible fixed assets	16,196	16,587
	Movements in working capital:		
	Decrease in debtors	120,848	27,013
	Increase in creditors	22,113	1,161
	Cash generated from operations	<u>92,230</u>	<u>786</u>
22	Analysis of changes in net funds		
	The charity had no debt during the year.		

HALAS HOMES

England & Wales - Charity number 701912

Accounts

Charity Registration No. 701912

Company Registration No. 02236170 (England and Wales)

HALAS HOMES
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

HALAS HOMES

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A Billingham Mrs N Billingham (Chairperson) Mrs S Hampton Mr S Scriven Mr J Brettle Mrs Y Davies Ms G Leno
Charity number	701912
Company number	02236170
Principal address	Wassell Road Halesowen West Midlands United Kingdom B63 4JX
Registered office	Wassell Road Halesowen West Midlands United Kingdom B63 4JX
Auditor	Azets Audit Services Harance House Rumer Hill Business Estate Rumer Hill Road Cannock Staffordshire United Kingdom WS11 0ET
Bankers	Lloyds Bank Plc 153 High Street Rowley Regis West Midlands United Kingdom B65 0EB
Solicitors	Thursfields 36 Hagley Road Halesowen West Midlands United Kingdom B52 4RH

HALAS HOMES

CONTENTS

	Page
Trustees' report	1 - 3
Statement of trustees' responsibilities	4
Independent auditor's report	5 - 8
Statement of financial activities	9
Balance sheet	10
Statement of cash flows	11
Notes to the financial statements	12 - 26

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2021

The Trustees present their report and audited financial statements for the year ended 30 September 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

Our main activities and who we try to help are described below. All our charitable activities focus on the promotion and support for people with learning disabilities and are undertaken to further our charitable purposes for the public benefit.

We have referred to the guidance contained in the Charity's Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities.

The objectives are to promote and support the care of people with learning disabilities; to increase public knowledge of the problems faced by people with learning disabilities and their families, creating a sympathetic climate of public opinion to encourage acceptance in the community; to be available to give advice to people with learning disabilities and their families within the area of the charity, and to carry on and promote the establishment of residential homes, supported living homes and day care opportunities.

Activity undertaken in relation to these objectives include the provision of residential care for 30 residents in Halas Homes, assessing their changing needs and care as required, meeting all requirements of the regulatory body (CQC), and providing social housing locally, for rent by people with a learning disability whose support needs are also provided by Halas Support Service.

Achievements and performance

The Covid pandemic continued to be significant throughout this business year affecting operating procedures which required strict adherence to Government guidance at all times in order to protect vulnerable service users, and the organisation's employees.

Due to the dedication and hard work of all staff, Covid was kept out of the care home, supported living services, Coffee Cups and the Day Centre.

Staff turnover has remained low.

Much work was inputted to obtain grants.

Donations and fundraising provided opportunity to have a Covid secure stage built in the Meeting Place (day centre) and allow activities to be provided on site when the restrictions of Covid-19 prevented outings and lockdown ensued.

Activities for health and wellbeing continued throughout the year either by Zoom when in lockdown, or within the Covid safe stage when permissible, which provided much needed communication and mental stimulation.

Live transmissions of two Festivals - Halas Fest 1 & 2 kept vital links with stakeholders and provided opportunities for people with learning disabilities to showcase their talents and abilities.

B:Music (Birmingham Town Hall/Symphony Hall) filmed Halas Homes' clients performing Sing and Sign, and this was showcased at a live event online in December "*Families together at Christmas 2020*"

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

June 2021 saw the re-opening of the Meeting Place for community clientele with the Centre being physically divided to ensure separation of residential clients and dedicated staff from community clients for Covid precautions.

A video of Halas Homes performers dancing and signing was filmed and used for an NHS Trust event.

Links carefully resumed with outside activities (allotment gardening, golf, and working with Halesowen College for Halesowen Bid).

Service users' artwork was created and placed in the local town shopping centre to re-connect with our local community.

Coffee Cups community café was required to change from a seated cafe to a takeaway to ensure Health & Safety of clients and staff whilst also enabling it to still operate and support people with learning disabilities. A Lottery grant entitled *Tea Time Treats* provided further opportunities for people with learning disabilities to support lonely and vulnerable people in the local community (who had been impacted by the restrictions of the pandemic) by providing free, freshly prepared food and a friendly face to talk to.

The Employment Project continued to support clients to enhance employability skills and continued guidance on Covid procedures.

Financial review

The Trustees review of the financial position of the charity indicates a sound financial position. In deciding on the investment of funds a cautious approach is adopted having taken into account social, environmental and ethical considerations.

The charity's reserves policy is:

- a) To continue to provide a secure environment for the residents.
- b) To assist the development of supported living with the provision of appropriate accommodation and support.
- c) The reserves at 30 September 2021 were £2,010,214.
- d) In the opinion of the Trustees this level of reserves is needed to ensure the continuing care and support of its residents in the coming years. This policy will be regularly reviewed.

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for the future

To continue to adapt as required to maintain a quality provision of care and support and to the changing needs of clients.

To develop further the links we have created with the local community, schools, and community leaders.

To continue to develop the programme of opportunities within the Meeting Place and further encourage and inform of how to have healthy lifestyles through activities on offer.

Structure, governance and management

The Governing Document is the Articles and Memorandum of Association. The charity is incorporated as a company limited by guarantee.

The Trustees, who are also the directors for the purpose of company law, and who served during the year were:

HALAS HOMES

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

Mr A Billingham
Mrs N Billingham (Chairperson)
Mrs S Hampton
Mr S Scriven
Mr J Brettle
Mrs Y Davies
Ms G Leno
Mr R Smith (Resigned 21 September 2021)
Mrs S Jones (Resigned 10 September 2021)

The recruitment and appointment of new Trustees, when applicable, follows the established procedures as for new employees.

In accordance with the Articles of Association, Mrs N Billingham retires at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-election.

The Trustees, with Mrs N Billingham as Chairperson manage the charity. Mrs A Sayer, the CEO, has day-to-day control of the management of the charity.

Trustees are not remunerated, and are responsible for setting remuneration of key management personal.

During the year goods and services have been provided to Halas Homes by Locke & Eastwood, of which the trustee Mr S Scriven is the sole proprietor.

Funds held as custodian trustee

Funds belonging to residents are maintained in separate bank accounts and regularly reconciled.

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

Fundraising Standards Information

The charity does not carry out any significant fundraising activities.

This report has been prepared having taken advantage of the small companies exemption in the Companies Act 2006.

On behalf of the Council

Mrs N Billingham (Chairperson)

Trustee

Dated: 26 April 2022

HALAS HOMES

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 SEPTEMBER 2021

The Trustees, who are also the directors of Halas Homes for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF HALAS HOMES

Opinion

We have audited the financial statements of Halas Homes (the 'charity') for the year ended 30 September 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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 FRS 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 charitable company's affairs as at 30 September 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The other information comprises the information included in the 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 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.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Matters on which we are required to report by exception

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

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

Responsibilities of Trustees

As explained more fully in the statement of trustees' responsibilities, the Trustees, who are also the directors of the charity 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to 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 as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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 is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Extent to which the audit was considered capable of 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 and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

HALAS HOMES

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF HALAS HOMES

Use of our report

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

**Jane Swann BA (Hons) BFP FCA (Senior Statutory Auditor)
for and on behalf of Azets Audit Services**

26 April 2022

**Chartered Accountants
Statutory Auditor**

Harance House
Rumer Hill Business Estate
Rumer Hill Road
Cannock
Staffordshire
United Kingdom
WS11 0ET

Azets Audit Services is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006.

HALAS HOMES

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes						
Income from:							
Donations and legacies	3	38,378	240,151	278,529	99,942	82,119	182,061
Charitable activities	4	1,613,611	-	1,613,611	1,763,975	-	1,763,975
Investments	5	620	-	620	1,505	-	1,505
Total income		1,652,609	240,151	1,892,760	1,865,422	82,119	1,947,541
Expenditure on:							
Charitable activities	6	1,724,658	211,457	1,936,115	1,905,193	39,932	1,945,125
Net (outgoing)/ incoming resources before transfers		(72,049)	28,694	(43,355)	(39,771)	42,187	2,416
Gross transfers between funds		23,839	(23,839)	-	133,108	(133,108)	-
Net (expenditure)/income for the year/ Net movement in funds		(48,210)	4,855	(43,355)	93,337	(90,921)	2,416
Fund balances at 1 October 2020		2,023,609	29,960	2,053,569	1,930,272	120,881	2,051,153
Fund balances at 30 September 2021		1,975,399	34,815	2,010,214	2,023,609	29,960	2,053,569

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HALAS HOMES

BALANCE SHEET

AS AT 30 SEPTEMBER 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	11		1,811,659		1,828,246
Current assets					
Stocks	12	596		596	
Debtors	13	150,251		177,264	
Cash at bank and in hand		298,970		298,033	
		<u>449,817</u>		<u>475,893</u>	
Creditors: amounts falling due within one year	15	<u>(251,262)</u>		<u>(250,570)</u>	
Net current assets			198,555		225,323
Total assets less current liabilities			<u>2,010,214</u>		<u>2,053,569</u>
Income funds					
Restricted funds	16		34,815		29,960
<u>Unrestricted funds</u>					
Designated funds	18	38,351		56,532	
General unrestricted funds		1,937,048		1,967,077	
		<u>1,975,399</u>		<u>2,023,609</u>	
			<u>2,010,214</u>		<u>2,053,569</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2021, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 26 April 2022

Mrs N Billingham (Chairperson)
Trustee

Company Registration No. 02236170

HALAS HOMES

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	22		786		40,462
Investing activities					
Purchase of tangible fixed assets		-		(41,771)	
Investment income received		620		1,505	
		<u>620</u>		<u>(40,266)</u>	
Net cash generated from/(used in) investing activities			620		(40,266)
Financing activities					
Payment of obligations under finance leases		(469)		(5,835)	
		<u>(469)</u>		<u>(5,835)</u>	
Net cash used in financing activities			(469)		(5,835)
Net increase/(decrease) in cash and cash equivalents			937		(5,639)
Cash and cash equivalents at beginning of year			298,033		303,672
			<u>298,033</u>		<u>303,672</u>
Cash and cash equivalents at end of year			<u>298,970</u>		<u>298,033</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

Charity information

Halas Homes is a private company limited by guarantee incorporated in England and Wales. The registered office is Wassell Road, Halesowen, West Midlands, B63 4JX, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

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

1.2 Going concern

The emergence of COVID-19 as a global pandemic has created uncertainty. The management of the charity has seen a drop in its activity; however, management are conducting continuing evaluations on the charity and its economic environment in order to minimise the risks stated in the trustees report. The trustees and the charity's management are constantly monitoring the ever-changing situation, in order to successfully deal with all possible impacts, both financial and non-financial. Therefore, the trustees have decided that the charity should continue to adopt the going concern basis for preparing the financial statements.

The charity manages its day to day working capital requirements within its existing financial resources. The current economic conditions continue to create uncertainty. However, the charity's forecasts and projections, taking account reasonably, of possible changes in trading performance, show that the charity should be able to operate within its own working capital cycle. After making enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

1.3 Charitable funds

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

Designated funds are custodian funds set aside for the charity residents and supported living clients.

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

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

1.4 Incoming resources

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

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party bearing the cost.

The charity receives government grants in respect of care provided to residents. Income from government and other 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.

No amount is included in the financial statements for volunteer time in line with the SORP.

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

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

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

Freehold Land and Buildings	Not depreciated
Furniture and equipment	12.5% to 25% Straight Line
Motor Vehicles	25% Straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

No depreciation is provided on freehold property as in the opinion of the trustees there has been an increase in the value between the date of purchase and the balance sheet date.

It is the charity's policy to maintain its property to a high standard through a continuing programme of refurbishment and maintenance and consequently the useful economic life of the property and its residual value is such that any depreciation would be immaterial. In accordance with FRS102 the trustees carry out a review for impairment when events or changes in circumstances indicate that the carrying amount of the fixed assets may not be recoverable. In the opinion of the trustees the residual value of the buildings will at least equal their book value. No provision has therefore been made, contrary to FRS102.

FRS102 requires that each class of tangible fixed asset is either revalued regularly or not at all. The policy that has been adopted is not to revalue in the future.

The cost of minor additions or those costing below £500 are not capitalised.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell.

1.9 Cash and cash equivalents

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

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

1.10 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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

Derecognition of financial liabilities

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

The charity auto-enrolment staging date was July 2014, and all employees receive the minimum employer contribution rate based on qualifying earnings, as defined by the government. Pension costs have been taken to the Statement of Financial Activities as they arise.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

1 Accounting policies

(Continued)

1.13 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

1.14 Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

1.15 Government grants

Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

As a result of the COVID-19 pandemic the charity has made applications to the HMRC Coronavirus Job Retention Scheme (CJRS) and has received support for employees who have been furloughed. The income from CJRS has been recognised on a straight line basis over the furlough period for each relevant employee.

The charity has received other COVID-19 related grants and they have been recognised for the period to which they relate.

1.16 Provisions

Provisions are recognised when the charity has an obligation at the balance sheet date as a result of a past event, it is probable that an outflow of economic benefits will be required in settlement and the amount can be reliably estimated.

2 Critical accounting estimates and judgements

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

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

The trustees do not consider that the financial statements are subject to any significant judgements or key accounting estimates.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Donations and gifts	29,490	-	29,490	29,303	-	29,303
Grant income	8,888	240,151	249,039	70,639	82,119	152,758
	<u>38,378</u>	<u>240,151</u>	<u>278,529</u>	<u>99,942</u>	<u>82,119</u>	<u>182,061</u>

During the year the charity received £249,039 (2020 - £152,758) of government grants, most of which were to support the charity through the COVID-19 pandemic.

4 Charitable activities

	2021	2020
	£	£
Incoming resources from charitable activities	<u>1,613,611</u>	<u>1,763,975</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	<u>620</u>	<u>1,505</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

6 Charitable activities

	Charitable activities 2021 £	Charitable activities 2020 £
Staff costs	1,554,814	1,559,741
Depreciation and impairment	16,587	25,466
Food, toiletries and cleaning	104,565	128,065
Welfare expenditure	10,839	23,607
Cleaning and miscellaneous expenses	19,791	15,994
Residents expenses	9,310	17,201
Day centre activities	1,068	5,854
Property and equipment maintenance	28,367	35,480
Grant expenditure	49,231	18,127
	<u>1,794,572</u>	<u>1,829,535</u>
Share of support costs (see note 7)	114,654	104,806
Share of governance costs (see note 7)	26,889	10,784
	<u>1,936,115</u>	<u>1,945,125</u>
Analysis by fund		
Unrestricted funds	1,724,658	1,905,193
Restricted funds	211,457	39,932
	<u>1,936,115</u>	<u>1,945,125</u>

Grant expenditure relates to resources expended, from restricted funds, for activities and projects for the charities beneficiaries.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

7 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Rent	6,500	-	6,500	7,728	-	7,728
Rates	8,521	-	8,521	7,794	-	7,794
Heat and light	33,856	-	33,856	27,334	-	27,334
Telephone, postage and stationery	15,172	-	15,172	14,390	-	14,390
Insurance	15,427	4,166	19,593	15,107	1,741	16,848
Administration costs	35,178	-	35,178	32,367	-	32,367
Hire purchase interest payable	-	-	-	86	-	86
Audit fees	-	22,723	22,723	-	9,043	9,043
	<u>114,654</u>	<u>26,889</u>	<u>141,543</u>	<u>104,806</u>	<u>10,784</u>	<u>115,590</u>
Analysed between Charitable activities	<u>114,654</u>	<u>26,889</u>	<u>141,543</u>	<u>104,806</u>	<u>10,784</u>	<u>115,590</u>

Governance costs includes payments to the auditors of £13,800 (2020- £5,820) for audit fees and accountancy fees of £8,923 (2020- £3,223).

8 Trustees

No Trustees (or any persons connected with them) received any remuneration during the year. The Trustees were reimbursed a total of £Nil travelling expenses (2020 - £Nil).

Trustees' indemnity insurance of £4,166 was paid during the year (2020- £1,741).

Key management personnel remuneration

The total amount of employee benefits received by key management personnel is £66,187 (2020 - £61,008).

The charity considers its key management personnel are those persons having authority and responsibility for planning, directing, and controlling the activities of the entity, directly or indirectly.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

9 Employees

Number of employees

The average monthly number of employees during the year was:

	2021	2020
	Number	Number
Supervisory and domestic staff	70	72
Management and administration	16	16
	<hr/>	<hr/>
	86	88
	<hr/> <hr/>	<hr/> <hr/>

Employment costs

	2021	2020
	£	£
Wages and salaries	1,432,879	1,439,715
Social security costs	101,840	97,145
Other pension costs	20,095	22,881
	<hr/>	<hr/>
	1,554,814	1,559,741
	<hr/> <hr/>	<hr/> <hr/>

There was one employee whose annual remuneration was £60,000 or more.

10 Taxation

As a charity, Halas Homes is exempt from tax on income and gains in accordance with sections 466 to 493 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that the income and gains are applied to its charitable objects. No tax charges have therefore arisen in the charity.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

11 Tangible fixed assets

	Freehold Land and Buildings	Furniture and Motor equipment	Motor Vehicles	Total
	£	£	£	£
Cost				
At 1 October 2020	1,758,275	379,027	109,954	2,247,256
Disposals	-	(161,893)	-	(161,893)
At 30 September 2021	1,758,275	217,134	109,954	2,085,363
Depreciation and impairment				
At 1 October 2020	-	318,680	100,330	419,010
Depreciation charged in the year	-	11,776	4,811	16,587
Eliminated in respect of disposals	-	(161,893)	-	(161,893)
At 30 September 2021	-	168,563	105,141	273,704
Carrying amount				
At 30 September 2021	1,758,275	48,571	4,813	1,811,659
At 30 September 2020	1,758,275	60,347	9,624	1,828,246

The net carrying value of tangible fixed assets includes the following in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £0 (2020 - £2,812) for the year.

	2021	2020
	£	£
Motor Vehicles	-	5,625

12 Stocks

	2021	2020
	£	£
Raw materials and consumables	596	596

Stock amounting to £596 (2020 - £596) is made up of food, linen and utensils

13 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	124,789	137,100
Other debtors	15,868	27,000
Prepayments and accrued income	9,594	13,164
	150,251	177,264

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

14 Finance lease commitments

Future minimum lease payments due under finance leases:

	2021 £	2020 £
Within one year	-	469

15 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Obligations under finance leases	14	-	469
Other taxation and social security		31,861	33,812
Trade creditors		11,282	31,717
Other creditors		134,739	121,669
Accruals and deferred income		73,380	62,903
		<u>251,262</u>	<u>250,570</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

16 Restricted funds

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

	Balance at 1 October 2019		Movement in funds				Movement in funds				Balance at 30 September 2021		
	£	£	Incoming resources	Resources expended	Transfers	Balance at 1 October 2020	Incoming resources	Resources expended	Transfers	£	£	£	£
Building and furnishing	101,368	-	-	-	(101,368)	-	-	-	-	-	-	-	-
Arts	1,400	-	-	(500)	-	900	-	-	-	-	-	-	900
Lifestyle	191	-	-	-	-	191	-	-	-	-	-	-	191
Forbes (Community Engagement)	684	25,000	25,000	(24,834)	-	850	25,000	(26,455)	605	-	-	-	-
Money Management	4,800	-	-	-	-	4,800	-	-	-	-	-	-	4,800
Lottery IT	8,843	-	-	-	-	8,843	-	-	-	-	-	-	8,843
Coffee Cups refurbishment	3,499	-	-	-	-	3,499	-	-	-	-	-	-	3,499
Do You See What I See	96	6,930	6,930	(7,026)	-	-	-	-	-	-	-	-	-
Lottery tea time treats	-	9,850	9,850	-	-	9,850	34,152	(27,420)	-	-	-	-	16,582
COVID Infection control	-	40,339	40,339	(7,572)	(31,740)	1,027	-	(1,491)	464	-	-	-	-
COVID SSP Infection control	-	-	-	-	-	-	21,671	(21,671)	-	-	-	-	-
COVID Discretionary grant	-	-	-	-	-	-	10,000	(10,967)	967	-	-	-	-
COVID Rapid testing fund	-	-	-	-	-	-	23,836	(23,836)	-	-	-	-	-
COVID Workforce capacity	-	-	-	-	-	-	12,296	(12,296)	-	-	-	-	-
COVID IPC grant	-	-	-	-	-	-	14,416	(14,416)	-	-	-	-	-
COVID Cultural Recovery grant	-	-	-	-	-	-	98,780	(72,905)	(25,875)	-	-	-	-
	<u>120,881</u>	<u>82,119</u>	<u>82,119</u>	<u>(39,932)</u>	<u>(133,108)</u>	<u>29,960</u>	<u>240,151</u>	<u>(211,457)</u>	<u>(23,839)</u>	<u>34,815</u>	<u>34,815</u>	<u>34,815</u>	<u>34,815</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

16 Restricted funds

(Continued)

Building & Furnishing - funds raised from the public appeal for the initial freehold properties and their refurbishment. All terms of the grants have now been satisfied.

The Arts fund - grants received, specifically to be used on performing arts.

The Lifestyle fund - to be used in connection with the Health & Wellbeing of residents.

The Forbes (Community Engagement) fund - This project was set up to help people with learning disabilities into employment.

Big Lottery IT fund - This fund is to run a series of workshops/lessons on various aspects of IT, to help people learn new online skills.

Coffee Cups refurbishment fund - This was set up to help raise funds for the Coffee Cups refurbishment.

Do You See What I See fund - The project enables participants, through engagement in the arts, to explore how they perceive themselves. The project also produces a touring exhibition.

Money Management fund - This project was set up to try and increase financial awareness to people with learning disabilities and encourage them to see the value of money.

Tea Time Treats - Due to COVID-19 lockdown restrictions Coffee Cups coffee shop had to close. Funded by a lottery grant, this project allowed people with learning disabilities to continue to engage with the local community and deliver fresh food and conversation to vulnerable and lonely residents who were severely impacted by the pandemic.

COVID grants - funds received are to be used to help control the spread of COVID-19 within the care home, including support towards payroll costs for staff who are isolating. The Cultural Recovery grant is to support the performing arts activities and aid recovery after lockdown restrictions.

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

17 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Fund balances at 30 September 2021 are represented by:						
Tangible assets	1,808,160	3,499	1,811,659	1,824,747	3,499	1,828,246
Current assets/ (liabilities)	167,239	31,316	198,555	198,862	26,461	225,323
	<u>1,975,399</u>	<u>34,815</u>	<u>2,010,214</u>	<u>2,023,609</u>	<u>29,960</u>	<u>2,053,569</u>

18 Designated funds

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

	Balance at 1 October 2020	Movement in funds		Balance at 30 September 2021
	£	Incoming resources	Resources expended	£
		£	£	
Supported living custodian fund	21,952	249,358	(270,661)	649
Residents custodian fund	34,580	176,766	(173,644)	37,702
	<u>56,532</u>	<u>426,124</u>	<u>(444,305)</u>	<u>38,351</u>

The charity acts as custodian for the residents and supported living clients. Amounts set aside as designated funds are for funds included in individual bank accounts for these clients.

19 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021	2020
	£	£
Within one year	2,225	3,363
Between two and five years	3,588	1,854
In over five years	-	2,651
	<u>5,813</u>	<u>7,868</u>

HALAS HOMES

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

20 Events after the reporting date

The charity has continued to comply with the restrictions imposed by Government guidance as a result of the ongoing impact of the Covid-19 pandemic. These restrictions mean that certain of the charities services remain unable to operate, but the trustees are hopeful that these can resume when the national restrictions are eased.

21 Related party transactions

During the year goods and services totalling £Nil (2020 - £1,086), at normal market prices have been provided to Halas Homes by Locke & Eastwood, of which the trustee Mr S Scriven is the sole proprietor. At the balance sheet date, Halas Homes owed £Nil (2020 - £Nil) to the company.

22 Cash generated from operations	2021	2020
	£	£
(Deficit)/surplus for the year	(43,355)	2,416
Adjustments for:		
Investment income recognised in statement of financial activities	(620)	(1,505)
Depreciation and impairment of tangible fixed assets	16,587	25,466
Movements in working capital:		
(Increase)/decrease in stocks	-	596
Decrease/(increase) in debtors	27,013	(47,535)
Increase in creditors	1,161	61,024
Cash generated from operations	786	40,462

23 Analysis of changes in net funds

	At 1 October 2020	Cash flows At 30 September 2021	
	£	£	£
Cash at bank and in hand	298,033	937	298,970
Obligations under finance leases	(469)	469	-
	<u>297,564</u>	<u>1,406</u>	<u>298,970</u>