

HUMBERCARE LIMITED

England & Wales · Charity number 702269

Details

Status Registered

Legal form Charitable company

Company number [02432547](#)

Registered 1989-12-07

Register [View on the Charity Commission register](#)

Contact

Address Humbercare Ltd
Elan Lodge
81 Beverley Road
Hull
HU3 1XR

Phone 01482586633

Email info@humbercare.org.uk

Website www.humbercare.co.uk

Activities

Objects: 1) TO EDUCATE, REHABILITATE AND PROMOTE THE MENTAL AND MORAL IMPROVEMENT OF OFFENDERS OR ANY OTHER PERSONS IN NEED, BY THEIR SELF REFERRAL OR BY BEING REFERRED FOR ASSISTANCE TO THE HUMBERSIDE PROBATION SERVICE BY ANY PROJECTS AS THE ASSOCIATION THINKS FIT, OR BY ANY OTHER STATUTORY OR VOLUNTARY ORGANISATION AND TO FURTHER RESEARCH, DISSEMINATE INFORMATION AND PROMOTE SUPPORT FOR SUCH PURPOSE. 2) TO EDUATE THE ALCOHOLIC OR DRUG ADDICT OR ANY PERSON SUFFERING FROM THE ABUSE OF ALCOHOL OR DRUGS TO ACHIEVE SOBRIETY AND TO OVERCOME ADDICTION TO ALCOHOL OR DEPENDENCE ON DRUGS, AND TO SECURE HIS OR HER REHABILITATION BY MEANS OF MEDICAL ADVICE AND ALL OTHER CHARITABLE MEANS.(3) THE RELIEF OF OFFENDERS, PERSONS ADICTED TO OR SUFFERING AS A RESULT OF ALCOHOL DRUG OR OTHER SUBSTANCE ABUSE, OR ANY OTHER PERSONS IN NEED, BY THE PROVISION OF SOCIAL HOUSING, THE PROVISION AND MANAGEMENT OF HOUSING AND OTHER PURPOSES CONNECTED WITH OR INCIDENTAL TO THE PROVISION OF HOUSING/ACCOMMODATION. ANY OTHER CHARITABLE OBJECT, WHICH IS FROM TIME TO TIME NOT A PROHIBITED ACTIVITY UNDER THE HOUSING AND REGENERATION ACT 2008, FOR A COMPANY REGISTERED AS A PROVIDER OF SOCIAL HOUSING WITH THE REGULATOR'.

Activities: To prevent offending and to reduce the risk of re-offending in the community, by offering mentoring, support, advice and guidance on a wide range of issues, to the homeless, those leaving the looked after system, those with substance misuse and/or with mental health issues and those at risk

Classification

- **How:** Makes Grants To Individuals, Provides Services, Provides Advocacy/advice/information
- **What:** General Charitable Purposes, Education/training, Disability, The Prevention Or Relief Of Poverty, Accommodation/housing
- **Who:** Children/young People, People With Disabilities, Other Defined Groups

Geography

- **Area of benefit:** EAST RIDING OF YORK
- East Riding Of Yorkshire
- Kingston Upon Hull City
- North East Lincolnshire
- North Lincolnshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£11,607,303	£11,294,728	£792,340	152
2024-03-31	£9,823,923	£9,682,680	£483,034	143
2023-03-31	£8,443,006	£8,268,417	£311,439	143
2022-03-31	£8,063,160	£7,712,836	£97,663	136
2021-03-31	£8,220,055	£7,620,325	£-274,027	144

Trustees

Name	Role	Appointed
Joy Elizabeth Malyon	Chair	2020-12-14
Helena Jane Spencer		2023-01-23
James Mark Sharpley		2023-01-23
Jane-Anne Tribe		2024-04-15
Simon Young		2023-09-27

HUMBERCARE LIMITED

England & Wales - Charity number 702269

Accounts



Smailes Goldie
CHARTERED ACCOUNTANTS

REGISTERED COMPANY NUMBER:02432547
REGISTERED CHARITY NUMBER: 702269

Humbercare Limited (A Company Limited by Guarantee)

Financial Statements

31 March 2025



SD-0221081-1-6

Humbercare Limited

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Humbercare Limited

Reference and Administrative Details

for the year ended 31st March 2025

TRUSTEES	J E Malyon J M Sharpley H J Spencer S Young J Tribe (appointed 15.4.2024)
COMPANY SECRETARY	R McKinnon
REGISTERED OFFICE	81 Beverley Road Hull East Yorkshire HU3 1XR
REGISTERED COMPANY NUMBER	02432547 (England and Wales)
REGISTERED CHARITY NUMBER	702269
INDEPENDENT AUDITORS	Smailes Goldie Chartered Accountants Statutory Auditor Regent's Court Princess Street Hull East Yorkshire HU2 8BA
SENIOR MANAGEMENT TEAM	R Mckinnon M Mercer K Allman C Hornsby

Humbercare Limited (Registered number: 02432547)

Report of the Trustees

for the year ended 31st March 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Statement of Purpose

We will provide information, advice, guidance, care, and support services that are tailored to individuals needs and aspirations.

We will source and provide a range of accommodation that will meet the needs of those experiencing homelessness be that as a result of offending, leaving care or due to suffering complex needs or severe and multiple disadvantages.

Belief

That every individual has the opportunity to access a safe place that they can call home, within which they can realise their full potential, optimise their life chances, improve their skills, and achieve responsible and achieve independent living and become active and responsible members of the community.

Strategic Aims

- To provide quality and value driven services;
- To provide services that contribute to the safety and wellbeing of our community;
- To utilise the organisation's resources, expertise and reputation in its skill base using Care Quality Commission accreditation, Investors in People and Matrix awards to be an employer of choice in the voluntary sector.

Values

- | | |
|---------|---|
| Provide | Providing quality accommodation, innovative services, choices and appropriate information, advice and guidance. |
| Prevent | Preventing homelessness, reoffending, reliance on acute and long-term health and social care services. |
| Promote | Promoting potential, opportunity, and independence. |

Significant activities

Humbercare delivers a range of person-centred services to vulnerable young people and adults. Our innovative community-based support packages include mentoring and volunteering, accommodation based and non-accommodation-based, including mental health crisis support, housing-related support services and supported lodgings. All our services are outcome focussed. Humbercare supply services on behalf of the following local authorities and organisations Hull City Council, Northeast Lincolnshire Council & Clinical Commissioning Group, East Riding of Yorkshire Council, University of Hull Humber Trust, National Probation Service and the University of Hull.

Public benefit

During the past financial year, Humbercare has worked with over 3,500 people by helping them to maintain their accommodation, by helping them motivate themselves regarding learning and employment, by acting as role models and advocates, to enable them to become valuable members of the community and therefore to reduce offending and improve the community for everyone.

Contribution of Volunteers Management Committee

Humbercare's Management Committee (board of trustees) are volunteers and they commit themselves to at least 6 meetings per year with the possibility of more for those who are involved in a sub-committee.

Mentors/Volunteers

Humbercare had the pleasure of working with 75 mentors/volunteers during the year. They have completed 3,734 voluntary hours in the following areas: life skills and budgeting, literacy and numeracy, befriending/role modelling, employment and training support, education support, accommodation support.

Humbercare Limited (Registered number: 02432547)

Report of the Trustees

for the year ended 31st March 2025

ACHIEVEMENTS AND PERFORMANCE

Fundraising activities

The charity does not carry out significant fundraising activities.

FINANCIAL REVIEW

Financial position

The results for the year and the financial position of the company are shown in the annexed financial statements. Overall, excluding gains on pension schemes, the company made a surplus in this operating year of £777,170 (2024: £499,630) before a dilapidation provision of £467,864 (2024: £355,000). This represents a deficit of £223 (2024: surplus £3,387) on restricted funds and a surplus of £309,529 (2024: £141,243) on unrestricted funds after the dilapidation provision but before pension gains/losses.

The surplus is a result of the Senior Management Team investing in infrastructure to support 3 of the organisation's most demanding services to deliver the highest standard possible and to ensure that the organisation can respond and be competitive in future procurement exercises. This includes investment in our property portfolio, personnel, on-going upgrades to internal software and information technology. The investments will assist the organisation in increasing its annual income over the next 3-5 years and continuing to deliver high-quality services meeting the requirements of the communities the organisation works with. During this financial year, there has been continued investment into the Finance team in terms of on-going updates to systems and infrastructure to meet the growing demands of the organisation.

As at 31 March 2025 unrestricted reserves were £761,401 (2024: £451,872) whilst restricted reserves were £30,939 (2024: £31,162).

Grant Making Policy

Humbercare is only able to provide grants to individuals who are using our projects or are referred by statutory or other voluntary organisations.

Investment Policy

All surplus funds are invested with the Charity's bankers either on deposit or in a current account with the exception of a number of shares and unit trusts (market value £30,939 as at 31 March 2025) transferred to Humbercare from HACRO (Hull & East Riding Association for the Care and Resettlement of Offenders) in May, 2001.

Reserves policy

The Trustees have established a policy whereby unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity will be expended at the Trustees' discretion in furtherance of any of the Charity's objects. Reserves are required to cover:

- any redundancy costs that become due, together with winding up and associated legal costs;
- working capital for running the core;
- exceptional and unforeseen expenditure; and
- grants received in arrears to ensure cash flow remains healthy.

The trustees propose to build free reserves and strengthen the financial position of the charity by reducing debtor repayment days and by continued close control of spending and regular monitoring against prudent budgets. Due to the charity's ongoing successful expansion, it is felt that the charity is able to continue its ongoing funded activities, or in the event of a significant drop in funding and the charity being wound up meet redundancy and associated legal costs.

FUTURE STRATEGY

Humbercare Limited has in place a five year business strategy and yearly plans which set out to continue the activities as outlined above in the forthcoming years subject to satisfactory funding arrangements. These projects may be subject to further development and expansion in the future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution and governing document

The charity was established in September 1989 under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The charity constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Humbercare Limited (Registered number: 02432547)

Report of the Trustees

for the year ended 31st March 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Members of the management committee

Trustees and senior management team who served during the year and up to the date of this report are set out on page 1. Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31st March 2025 was 5 (2024 - 5).

Recruitment, appointment, induction and training of new trustees

The directors of the Management Committee are elected at the AGM to serve a period of 3 years with one third of all directors retiring annually, and being eligible, offering themselves for re-election at the forthcoming Annual General Meeting. To ensure induction to Humbercare Limited, Management Committee Trustees receive all relevant documentation and information relating to their role as a Trustee and all relevant information relating to Humbercare.

Senior management remuneration

Key management remuneration is set by the board, based on market rates commensurate with level of sector experience. The company does not offer a company car scheme.

AUDITORS

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

This report was approved by the Board on 10-12-2025 and signed on its behalf by:



R McKinnon - Secretary

Humbercare Limited

Statement of Trustees' Responsibilities for the year ended 31st March 2025

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

Company law requires the trustees to prepare financial statements for each financial year. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Report of the Independent Auditors to the Members of Humbercare Limited

Opinion

We have audited the financial statements of Humbercare Limited (the 'charitable company') for the year ended 31st March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Material uncertainty related to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Report of the Independent Auditors to the Members of Humbercare Limited

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the Charities Act 2019, Companies Act 2006, tax legislation, data protection, anti-bribery, employment, environmental and health and safety legislation. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of Humbercare Limited

Use of our report

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

Stephen Bramall BSc FCA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

Date: 10-12-2025

Humbercare Limited

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the year ended 31st March 2025

	Notes	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	4	90,953	20,000	110,953	23,313
Charitable activities					
Accommodation, advice and support	6	11,385,801	105,678	11,491,479	9,799,668
Investment income	5	4,871	-	4,871	942
Total		<u>11,481,625</u>	<u>125,678</u>	<u>11,607,303</u>	<u>9,823,923</u>
EXPENDITURE ON					
Charitable activities					
Accommodation, advice and support	7	11,169,050	125,678	11,294,728	9,682,680
Net gains/(losses) on investments		-	(223)	(223)	3,387
NET INCOME/(EXPENDITURE)					
Other recognised gains/(losses)					
Actuarial gains/(losses) on defined benefit schemes		(3,046)	-	(3,046)	26,965
Net movement in funds		309,529	(223)	309,306	171,595
RECONCILIATION OF FUNDS					
Total funds brought forward		451,872	31,162	483,034	311,439
TOTAL FUNDS CARRIED FORWARD		<u>761,401</u>	<u>30,939</u>	<u>792,340</u>	<u>483,034</u>

The notes form part of these financial statements

Humbercare Limited (Registered number: 02432547)

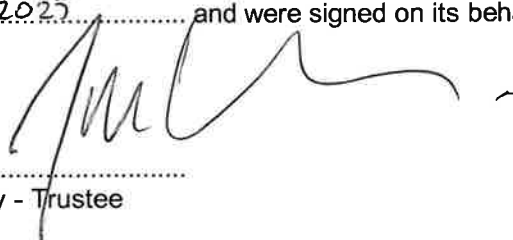
Balance Sheet

31st March 2025

	Notes	2025 £	2024 £
FIXED ASSETS			
Tangible assets	13	431,599	208,935
Investments	14	<u>30,939</u>	<u>31,162</u>
		462,538	240,097
CURRENT ASSETS			
Debtors	15	891,332	538,753
Cash at bank and in hand		<u>1,470,376</u>	<u>823,169</u>
		2,361,708	1,361,922
CREDITORS			
Amounts falling due within one year	16	<u>(1,106,542)</u>	<u>(619,014)</u>
NET CURRENT ASSETS		<u>1,255,166</u>	<u>742,908</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,717,704	983,005
PROVISIONS FOR LIABILITIES	18	(822,864)	(355,000)
PENSION LIABILITY	21	(102,500)	(144,971)
NET ASSETS/(LIABILITIES)		<u>792,340</u>	<u>483,034</u>
FUNDS	20		
Unrestricted funds		761,401	451,872
Restricted funds		<u>30,939</u>	<u>31,162</u>
TOTAL FUNDS		<u>792,340</u>	<u>483,034</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 10-12-2025 and were signed on its behalf by:



J M Sharpley - Trustee

The notes form part of these financial statements

Humbercare Limited

Cash Flow Statement for the year ended 31st March 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	<u>1,010,996</u>	<u>338,835</u>
Net cash provided by operating activities		<u>1,010,996</u>	<u>338,835</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(368,660)	(103,753)
Interest received		3,997	-
Dividends received		<u>874</u>	<u>942</u>
Net cash used in investing activities		<u>(363,789)</u>	<u>(102,811)</u>
Cash flows from financing activities			
Hire purchase repayments in year		-	(1,666)
Net cash provided by/(used in) financing activities		-	<u>(1,666)</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>823,169</u>	<u>588,811</u>
Cash and cash equivalents at the end of the reporting period		<u>1,470,376</u>	<u>823,169</u>

The notes form part of these financial statements

Humbercare Limited

Notes to the Cash Flow Statement

for the year ended 31st March 2025

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	2025	2024
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	312,352	144,630
Adjustments for:		
Depreciation charges	145,997	78,390
Losses/(gain) on investments	223	(3,387)
Interest received	(3,997)	-
Dividends received	(874)	(942)
Dilapidation provision	467,864	355,000
Increase in debtors	(352,579)	(201,283)
Increase in creditors	487,528	8,031
Difference between pension charge and cash contributions	<u>(45,518)</u>	<u>(41,604)</u>
Net cash provided by operations	<u>1,010,996</u>	<u>338,835</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.24	Cash flow	At 31.3.25
	£	£	£
Net cash			
Cash at bank and in hand	<u>823,169</u>	<u>647,207</u>	<u>1,470,376</u>
	<u>823,169</u>	<u>647,207</u>	<u>1,470,376</u>
Total	<u>823,169</u>	<u>647,207</u>	<u>1,470,376</u>

Humbercare Limited

Notes to the Financial Statements

for the year ended 31st March 2025

1. COMPANY INFORMATION

Humbercare Limited is a charitable company limited by guarantee and was incorporated in the United Kingdom on 16th October 1989 and registered as a charity on 7th December 1989. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

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

Going concern

The Trustees have a reasonable expectation that the organisation has adequate resources to continue in operational existence for a period of 12 months from the date of approval of these financial statements and therefore have been prepared the financial statements on a going concern basis. In arriving at this conclusion the trustees have considered the significant level of liquid resources, the long term contracts with landlords and the expected income over the 5 year business plan and the annual budget for 2025/26.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds and any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether capital or revenue, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the delivery of specific deliverables is deferred until the criteria for income recognition are met.

The value of services provided by volunteers are not included.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and general costs are apportioned on an appropriate basis e.g. number of staff employed on each project.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

2. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and accounting costs.

Tangible fixed assets

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

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Long leasehold	- over 50 years for structural improvements - over the length of the lease for other improvements
Westbourne improvements	- over 10 years
Fixtures and fittings	- over 3 years
Motor vehicles	- over 5 years
Computer equipment	- over 3 years

Taxation

Humbercare Limited is a UK registered charity and all of its income is applied to the achievement of its charitable objects. The charitable company is therefore exempt under current legislation from most forms of taxation.

Fund accounting

Unrestricted funds

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

Restricted funds

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

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the statement of financial activities unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Pension costs and other post-retirement benefits

The company operates both a defined contribution pension scheme and a defined benefits scheme. The assets of the schemes are held separately from those of the company in independently administered funds. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. There is no liability under the defined benefit scheme other than the payment of those contributions.

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.

Lease obligations

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2025

2. ACCOUNTING POLICIES - continued

Rentals payable under operating leases are charged to the Statement of Financial Activities over the period of the lease on a straight line basis.

Other contractual obligations that arise under operating leases, namely reinstating properties to their pre-lease condition, are recognised based on the trustees' best estimate of the expected cost of reinstatement at the end of the lease term by reference to the condition of the portfolio of properties at each balance sheet date. The expected future cost is discounted back to its present value at each balance sheet date.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The trustees recognise significant judgement and estimation uncertainty exist in calculating the level of provision required in respect of obligations to restore its portfolio of rented properties to their pre-lease condition.

The key sources of estimation uncertainty are as follows:

Average cost to restore each property - £1,500. This has been estimated based on the proportion of properties in the portfolio having met the Decent Homes Standard and an even distribution profile of scheduled property restoration works.

Discount rate - 9.25%. This has been calculated by reference to the expected cost of borrowing, being bank base rate +4%.

To reduce estimation uncertainty in future the trustees have commissioned a surveyor to calculate the current cost to restore each property in the portfolio.

4. DONATIONS AND LEGACIES

	2025	2024
	£	£
Other income	614	758
Donations	42,045	2,555
Sir James Reckitt Charity	20,000	20,000
O2 Grant	48,294	-
	<u>110,953</u>	<u>23,313</u>

5. INVESTMENT INCOME

	2025	2024
	£	£
Dividends received	874	942
Interest received	3,997	-
	<u>4,871</u>	<u>942</u>

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2025

6. INCOME FROM CHARITABLE ACTIVITIES

	2025	2024
	Accommodation, advice and support £	Total activities £
Insurance claims	-	147,194
Grants	2,814,075	2,347,015
University of Hull	11,300	-
Income from recharged direct costs	432,361	187,220
Supporters Lodgings Providers	139,690	101,694
Rents received	<u>8,094,053</u>	<u>7,016,545</u>
	<u>11,491,479</u>	<u>9,799,668</u>

Grants received, included in the above, are as follows:

	2025	2024
	£	£
Hull City Council	2,101,316	1,732,912
North East Lincolnshire Council	650,517	535,633
Humberside Probation Service	-	33,446
Social Services	<u>62,242</u>	<u>45,024</u>
	<u>2,814,075</u>	<u>2,347,015</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Accommodation, advice and support	<u>10,146,589</u>	<u>1,148,139</u>	<u>11,294,728</u>

8. SUPPORT COSTS

	Administration £	Information technology £	Governance costs £	Totals £
Accommodation, advice and support	<u>1,042,947</u>	<u>8,949</u>	<u>96,243</u>	<u>1,148,139</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

8. SUPPORT COSTS - continued

Support costs, included in the above, are as follows:

Governance costs

	2025	2024
	Accommodation, advice and support £	Total activities £
Legal and professional fees	56,645	27,038
Audit and accountancy fees	39,598	39,142
	<u>96,243</u>	<u>66,180</u>

9. NET INCOME/(EXPENDITURE)

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

	2025	2024
	£	£
Depreciation - owned assets	145,996	78,389
Auditors' remuneration	12,750	14,667
Operating lease rentals - land and buildings	3,117,289	2,691,023

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2025 nor for the year ended 31st March 2024.

Trustees' expenses

Travel costs amounting to £226 (2024: £151) were reimbursed to one trustee.

11. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	3,513,169	3,224,408
Social security costs	301,241	268,499
Other pension costs	185,526	174,938
	<u>3,999,936</u>	<u>3,667,845</u>

The average monthly number of employees during the year was as follows:

	2025	2024
Management and administration	15	15
Project co-ordinators and workers	137	131
	<u>152</u>	<u>146</u>

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2025

11. STAFF COSTS - continued

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2025	2024
£60,001 - £70,000	1	1
£70,001 - £80,000	1	-
£80,001 - £90,000	1	-
£100,000-£110,000	-	1
£110,000-£120,000	<u>1</u>	<u>-</u>
	<u><u>4</u></u>	<u><u>2</u></u>

Total remuneration for key management personnel is £443,463 (2024: £353,489).

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3,313	20,000	23,313
Charitable activities			
Accommodation, advice and support	9,799,668	-	9,799,668
Investment income	<u>942</u>	<u>-</u>	<u>942</u>
Total	<u><u>9,803,923</u></u>	<u><u>20,000</u></u>	<u><u>9,823,923</u></u>
EXPENDITURE ON			
Charitable activities			
Accommodation, advice and support	<u>9,662,680</u>	<u>20,000</u>	<u>9,682,680</u>
Net gains on investments	<u>-</u>	<u>3,387</u>	<u>3,387</u>
NET INCOME	141,243	3,387	144,630
Other recognised gains/(losses)			
Actuarial gains on defined benefit schemes	<u>26,965</u>	<u>-</u>	<u>26,965</u>
Net movement in funds	168,208	3,387	171,595
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>283,664</u>	<u>27,775</u>	<u>311,439</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>451,872</u></u>	<u><u>31,162</u></u>	<u><u>483,034</u></u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

13. TANGIBLE FIXED ASSETS

	Long leasehold £	Westbourne Improvements £	Fixtures and fittings £
COST			
At 1st April 2024	87,117	69,018	74,033
Additions	282,362	-	7,228
Disposals	-	-	-
At 31st March 2025	<u>369,479</u>	<u>69,018</u>	<u>81,261</u>
DEPRECIATION			
At 1st April 2024	5,667	40,060	47,591
Charge for year	70,181	6,902	14,775
Eliminated on disposal	-	-	-
At 31st March 2025	<u>75,848</u>	<u>46,962</u>	<u>62,366</u>
NET BOOK VALUE			
At 31st March 2025	<u>293,631</u>	<u>22,056</u>	<u>18,895</u>
At 31st March 2024	<u>81,450</u>	<u>28,958</u>	<u>26,442</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1st April 2024	14,994	372,872	618,034
Additions	18,000	61,070	368,660
Disposals	-	(2,259)	(2,259)
At 31st March 2025	<u>32,994</u>	<u>431,683</u>	<u>984,435</u>
DEPRECIATION			
At 1st April 2024	14,994	300,787	409,099
Charge for year	3,000	51,138	145,996
Eliminated on disposal	-	(2,259)	(2,259)
At 31st March 2025	<u>17,994</u>	<u>349,666</u>	<u>552,836</u>
NET BOOK VALUE			
At 31st March 2025	<u>15,000</u>	<u>82,017</u>	<u>431,599</u>
At 31st March 2024	<u>-</u>	<u>72,085</u>	<u>208,935</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

14. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2024	31,162
Revaluations	<u>(223)</u>
At 31st March 2025	<u>30,939</u>
NET BOOK VALUE	
At 31st March 2025	<u>30,939</u>
At 31st March 2024	<u>31,162</u>

There were no investment assets outside the UK.

The historical cost of the investments as at 31 March 2025 was £10,273 (2024: £10,273).

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade debtors	194,202	100,744
Other debtors	-	75,671
Prepayments and accrued income	<u>697,130</u>	<u>362,338</u>
	<u>891,332</u>	<u>538,753</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 £	2024 £
Trade creditors	702,801	326,527
Social security and other taxes	66,463	57,228
Other creditors	34,157	25,878
Accruals and deferred income	<u>303,121</u>	<u>209,381</u>
	<u>1,106,542</u>	<u>619,014</u>

17. LEASING AGREEMENTS

	Non-cancellable operating leases	
	2025 £	2024 £
Within one year	3,076,976	1,429,932
Between one and five years	9,712,080	677,032
More than 5 years	<u>4,480</u>	<u>-</u>
	<u>12,793,536</u>	<u>2,106,964</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

18. PROVISIONS FOR LIABILITIES

	2025 £	2024 £
Dilapidation provision (undiscounted)	1,187,851	577,492
Discount	<u>(364,987)</u>	<u>(222,492)</u>
Discounted provision	<u>822,864</u>	<u>355,000</u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
Fixed assets	431,599	-	431,599	208,935
Investments	-	30,939	30,939	31,162
Current assets	2,361,708	-	2,361,708	1,361,922
Current liabilities	(1,106,542)	-	(1,106,542)	(619,014)
Provision for liabilities	(822,864)	-	(822,864)	(355,000)
Pension liability	<u>(102,500)</u>	<u>-</u>	<u>(102,500)</u>	<u>(144,971)</u>
	<u>761,401</u>	<u>30,939</u>	<u>792,340</u>	<u>483,034</u>

20. MOVEMENT IN FUNDS

	At 1.4.24 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	451,872	309,529	761,401
Restricted funds			
HACRO	31,162	(223)	30,939
TOTAL FUNDS	<u>483,034</u>	<u>309,306</u>	<u>792,340</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

20. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	11,481,625	(11,169,050)	(3,046)	309,529
Restricted funds				
J. Reckitt - Restricted	20,000	(20,000)	-	-
HACRO	-	-	(223)	(223)
University of hull student placement	11,300	(11,300)	-	-
Digital Transformation Grant	39,378	(39,378)	-	-
Glasspool Grant	55,000	(55,000)	-	-
	<u>125,678</u>	<u>(125,678)</u>	<u>(223)</u>	<u>(223)</u>
TOTAL FUNDS	<u>11,607,303</u>	<u>(11,294,728)</u>	<u>(3,269)</u>	<u>309,306</u>

Comparatives for movement in funds

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	283,664	168,208	451,872
Restricted funds			
HACRO	27,775	3,387	31,162
TOTAL FUNDS	<u>311,439</u>	<u>171,595</u>	<u>483,034</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	9,803,923	(9,662,680)	26,965	168,208
Restricted funds				
J. Reckitt - Restricted	20,000	(20,000)	-	-
HACRO	-	-	3,387	3,387
	<u>20,000</u>	<u>(20,000)</u>	<u>3,387</u>	<u>3,387</u>
TOTAL FUNDS	<u>9,823,923</u>	<u>(9,682,680)</u>	<u>30,352</u>	<u>171,595</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

21. EMPLOYEE BENEFIT OBLIGATIONS

Humbercare Limited operates various pension schemes resulting in a pensions charge in the Statement of Financial Activities of £185,526 (2024: £174,938). There were outstanding contributions of £34,369 (2024: £27,217) at the year end.

Details of the various schemes are as follows:

TPT Retirement Solutions - The Growth Plan

The company participates in the scheme, a multi-employer scheme which provides benefits to some 521 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2023. This valuation showed assets of £514.9m, liabilities of £531.0m and a deficit of £16.1m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2025 to 31 March 2028 - £2,100,000 per annum
(payable monthly)

Unless a concession has been agreed with the Trustee the term to 31 March 2028 applies.

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2025	2024
	£	£
Present value of provision	<u>2,993</u>	<u>1,386</u>

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2025	2024
	£	£
Provision at start of period	1,386	2,967
Unwinding of the discount factor (interest expense)	37	114
Deficit contribution paid	(1,413)	(1,696)
Remeasurements - impact of any change in assumptions	19	(1)

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

21. EMPLOYEE BENEFIT OBLIGATIONS - continued

Remeasurements - amendments to the contribution schedule	<u>2,964</u>	<u>-</u>
Provision at end of period	<u>2,993</u>	<u>1,386</u>

INCOME AND EXPENDITURE IMPACT

	2025 £	2024 £
Interest expense	37	114
Remeasurements - impact of any change in assumptions	19	(1)
Remeasurements - amendments to the contribution schedule	2,964	-

ASSUMPTIONS

	2025 %	2024 %
Rate of discount	4.84	5.31

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

TPT Retirement Solutions - Career Average Revalued Earnings ("CARE") Pension Scheme

The company participates in the scheme, a multi-employer scheme which provides benefits to some 37 non-associated employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2022. This valuation showed assets of £49.6m, liabilities of £57.1m and a deficit of £7.5m. To eliminate this funding shortfall, the Trustee asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2024 to 31 March 2027 - £1,672,000 per annum
(payable monthly and increasing by 3% each 1st April)

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

21. EMPLOYEE BENEFIT OBLIGATIONS - continued

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2025 £	2024 £
Present value of provision	<u>99,743</u>	<u>143,821</u>

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2025 £	2024 £
Provision at start of period	143,821	210,809
Unwinding of the discount factor (interest expense)	5,790	9,650
Deficit contribution paid	(49,931)	(49,672)
Remeasurements - impact of any change in assumptions	63	453
Remeasurements - amendments to the contribution schedule	-	(27,419)
Provision at end of period	<u>99,743</u>	<u>143,821</u>

INCOME AND EXPENDITURE IMPACT

	2025 £	2024 £
Interest expense	5,790	9,650
Remeasurements - impact of any change in assumptions	63	453
Remeasurements - amendments to the contribution schedule	-	(27,419)

ASSUMPTIONS

	2025 %	2024 %
Rate of discount	4.88	4.95

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2025

22. RELATED PARTY DISCLOSURES

There were no related party transactions in the year.

HUMBERCARE LIMITED

England & Wales - Charity number 702269

Accounts

REGISTERED COMPANY NUMBER: 02432547 (England and Wales)
REGISTERED CHARITY NUMBER: 702269

Report of the Trustees and
Financial Statements for the Year Ended 31st March 2024
for
Humbercare Limited
(A Company Limited by Guarantee)

Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

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for the year ended 31st March 2024**

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Humbercare Limited

Reference and Administrative Details for the year ended 31st March 2024

TRUSTEES	P Robinson (resigned 29.9.2023) A Young (resigned 26.3.2024) J E Malyon J M Sharpley FCA H J Spencer S Young (appointed 27.9.2023)
COMPANY SECRETARY	R McKinnon
REGISTERED OFFICE	81 Beverley Road Hull East Yorkshire HU3 1XR
REGISTERED COMPANY NUMBER	02432547 (England and Wales)
REGISTERED CHARITY NUMBER	702269
INDEPENDENT AUDITORS	Smailes Goldie Chartered Accountants Statutory Auditor Regent's Court Princess Street Hull East Yorkshire HU2 8BA
KEY MANAGEMENT	R Mckinnon M Mercer K Allman C Hornsby

Humbercare Limited

Report of the Trustees for the year ended 31st March 2024

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2024. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Statement of Purpose

We will provide information, advice, guidance, care, and support services that are tailored to individuals needs and aspirations.

We will source and provide a range of accommodation that will meet the needs of those experiencing homelessness be that as a result of offending, leaving care or due to suffering complex needs or severe and multiple disadvantages.

Belief

That every individual has the opportunity to access a safe place that they can call home, within which they can realise their full potential, optimise their life chances, improve their skills, and achieve responsible and achieve independent living and become active and responsible members of the community.

Strategic Aims

- To provide quality and value driven services;
- To provide services that contribute to the safety and wellbeing of our community;
- To utilise the organisation's resources, expertise and reputation in its skill base using Care Quality Commission accreditation, Investors in People and Matrix awards to be an employer of choice in the voluntary sector.

Values

Provide	Providing quality accommodation, innovative services, choices and appropriate information, advice and guidance.
Prevent	Preventing homelessness, reoffending, reliance on acute and long-term health and social care services.
Promote	Promoting potential, opportunity, and independence.

Significant activities

Humbercare delivers a range of person-centred services to vulnerable young people and adults. Our innovative community-based support packages include mentoring and volunteering, accommodation based and non-accommodation-based, including mental health crisis support, housing-related support services and supported lodgings. All our services are outcome focussed. Humbercare supply services on behalf of the following local authorities and organisations Hull City Council, Northeast Lincolnshire Council & Clinical Commissioning Group, East Riding of Yorkshire Council, University of Hull Humber Trust, National Probation Service and the University of Hull.

Public benefit

During the past financial year, Humbercare has worked with over 3,500 people by helping them to maintain their accommodation, by helping them motivate themselves regarding learning and employment, by acting as role models and advocates, to enable them to become valuable members of the community and therefore to reduce offending and improve the community for everyone.

Contribution of Volunteers

Management Committee

Humbercare's Management Committee are volunteers and they commit themselves to at least 6 meetings per year with the possibility of more for those who are involved in a sub-committee.

Mentors/Volunteers

Humbercare had 45 mentors/volunteers per year. They have completed 3,440 voluntary hours in the following areas: life skills and budgeting, literacy and numeracy, befriending/role modelling, employment and training support, education support, accommodation support.

Humbercare Limited

Report of the Trustees for the year ended 31st March 2024

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

The charity does not carry out significant fundraising activities.

FINANCIAL REVIEW

Financial position

The results for the year and the financial position of the company are shown in the annexed financial statements. Overall, excluding gains on pension schemes, the company made a surplus in this operating year of £499,630 (2023: £172,070) before a dilapidation provision of £355,000 (2023: £nil). This represents a surplus of £3,387 (2023: deficit £2,519) on restricted funds and a surplus of £141,243 (2023: £174,589) on unrestricted funds.

The surplus is a result of the Senior Management Team investing in infrastructure to support 3 of the organisation's most demanding services to deliver the highest standard possible and to ensure that the organisation can respond and be competitive in future procurement exercises. This includes investment in our property portfolio, personnel, on-going upgrades to internal software and information technology. The investments will assist the organisation in increasing its annual income over the next 3-5 years and continuing to deliver high-quality services meeting the requirements of the communities the organisation works with. During this financial year, there has been continued investment into the Finance team in terms of on-going updates to systems and infrastructure to meet the growing demands of the organisation.

As at 31 March 2024 unrestricted reserves were £451,872 (2023: £283,664) whilst restricted reserves were £31,162 (2023: £27,775).

Grant Making Policy

Humbercare is only able to provide grants to individuals who are using our projects or are referred by statutory or other voluntary organisations.

Investment Policy

All surplus funds are invested with the Charity's bankers either on deposit or in a current account with the exception of a number of shares and unit trusts (market value £31,162 as at 31 March 2024) transferred to Humbercare from HACRO (Hull & East Riding Association for the Care and Resettlement of Offenders) in May, 2001.

Reserves policy

The Trustees have established a policy whereby unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity will be expended at the Trustees' discretion in furtherance of any of the Charity's objects. Reserves are required to cover:

- any redundancy costs that become due, together with winding up and associated legal costs;
- working capital for running the core;
- exceptional and unforeseen expenditure; and
- grants received in arrears to ensure cash flow remains healthy.

The trustees propose to build free reserves and strengthen the financial position of the charity by reducing debtor repayment days and by continued close control of spending and regular monitoring against prudent budgets. Due to the charity's ongoing successful expansion, it is felt that the charity is able to continue its ongoing funded activities, or in the event of a significant drop in funding and the charity being wound up meet redundancy and associated legal costs.

FUTURE STRATEGY

Humbercare Limited has in place a five year business strategy and yearly plans which set out to continue the activities as outlined above in the forthcoming years subject to satisfactory funding arrangements. These projects may be subject to further development and expansion in the future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution and governing document

The charity was established in September 1989 under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The charity constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Humbercare Limited

**Report of the Trustees
for the year ended 31st March 2024**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Members of the management committee

Trustees and key management who served during the year and up to the date of this report are set out on page 1. Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31st March 2024 was 5 (2023 - 5).

Recruitment, appointment, induction and training of new trustees

The directors of the Management Committee are elected at the AGM to serve a period of 3 years with one third of all directors retiring annually, and being eligible, offering themselves for re-election at the forthcoming Annual General Meeting. To ensure induction to Humbercare Limited, Management Committee Trustees receive all relevant documentation and information relating to their role as a Trustee and all relevant information relating to Humbercare.

Key management remuneration

Key management remuneration is set by the board, based on market rates commensurate with level of sector experience. The company does not offer a company car scheme.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

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

11 Sep 2024

This report was approved by the Board on and signed on its behalf by:



.....
R McKinnon - Secretary

Report of the Independent Auditors to the Members of Humbercare Limited

Opinion

We have audited the financial statements of Humbercare Limited (the 'charitable company') for the year ended 31st March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Material uncertainty related to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Report of the Independent Auditors to the Members of Humbercare Limited

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, tax legislation, data protection, anti-bribery, employment, environmental and health and safety legislation. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
assessed whether judgements and assumptions made in determining the accounting estimates
- were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of
Humbercare Limited**

Use of our report

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



Stephen Bramall BSc FCA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

Date:11-Sep-2024.....

Humbercare Limited

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the year ended 31st March 2024

	Notes	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	4	3,313	20,000	23,313	18,950
Charitable activities					
Accommodation, advice and support	6	9,799,668	-	9,799,668	8,423,158
Investment income	5	942	-	942	898
Total		9,803,923	20,000	9,823,923	8,443,006
EXPENDITURE ON					
Charitable activities					
Accommodation, advice and support	7	9,662,680	20,000	9,682,680	8,268,417
Net gains/(losses) on investments		-	3,387	3,387	(2,519)
NET INCOME		141,243	3,387	144,630	172,070
Other recognised gains/(losses)					
Actuarial gains on defined benefit schemes		26,965	-	26,965	41,706
Net movement in funds		168,208	3,387	171,595	213,776
RECONCILIATION OF FUNDS					
Total funds brought forward		283,664	27,775	311,439	97,663
TOTAL FUNDS CARRIED FORWARD		451,872	31,162	483,034	311,439

The notes form part of these financial statements

Humbercare Limited

Balance Sheet
31st March 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Tangible assets	13	208,935	183,571
Investments	14	31,162	27,775
		<u>240,097</u>	<u>211,346</u>
CURRENT ASSETS			
Debtors	15	538,753	337,470
Cash at bank and in hand		823,169	588,811
		<u>1,361,922</u>	<u>926,281</u>
CREDITORS			
Amounts falling due within one year	16	(619,014)	(612,649)
		<u>742,908</u>	<u>313,632</u>
NET CURRENT ASSETS			
		<u>742,908</u>	<u>313,632</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>983,005</u>	<u>524,978</u>
PROVISIONS FOR LIABILITIES	18	(355,000)	-
PENSION LIABILITY	21	(144,971)	(213,539)
		<u>483,034</u>	<u>311,439</u>
NET ASSETS/(LIABILITIES)			
		<u>483,034</u>	<u>311,439</u>
FUNDS			
Unrestricted funds	20	451,872	283,664
Restricted funds		31,162	27,775
		<u>483,034</u>	<u>311,439</u>
TOTAL FUNDS			
		<u>483,034</u>	<u>311,439</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on

and were signed on its behalf by:
11 Sep 2024

J E Malyon.....
J E Malyon - Trustee

Humbercare Limited

Cash Flow Statement for the year ended 31st March 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	<u>338,835</u>	<u>122,898</u>
Net cash provided by operating activities		<u>338,835</u>	<u>122,898</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(103,753)</u>	<u>(143,902)</u>
Dividends received		<u>942</u>	<u>898</u>
Net cash used in investing activities		<u>(102,811)</u>	<u>(143,004)</u>
Cash flows from financing activities			
Hire purchase repayments in year		<u>(1,666)</u>	<u>(2,499)</u>
Net cash used in financing activities		<u>(1,666)</u>	<u>(2,499)</u>
Change in cash and cash equivalents in the reporting period		<u>234,358</u>	<u>(22,605)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>588,811</u>	<u>611,416</u>
Cash and cash equivalents at the end of the reporting period		<u><u>823,169</u></u>	<u><u>588,811</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the year ended 31st March 2024

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net income for the reporting period (as per the Statement of Financial Activities)	144,630	172,070
Adjustments for:		
Depreciation charges	78,390	55,954
(Gain)/losses on investments	(3,387)	2,519
Dividends received	(942)	(898)
Dilapidation provision	355,000	-
(Increase)/decrease in debtors	(201,283)	73,480
Increase/(decrease) in creditors	8,031	(122,032)
Difference between pension charge and cash contributions	(41,604)	(58,195)
Net cash provided by operations	338,835	122,898

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/23 £	Cash flow £	At 31/3/24 £
Net cash			
Cash at bank and in hand	588,811	234,358	823,169
	<u>588,811</u>	<u>234,358</u>	<u>823,169</u>
Debt			
Finance leases	(1,666)	1,666	-
	<u>(1,666)</u>	<u>1,666</u>	<u>-</u>
Total	587,145	236,024	823,169

**Notes to the Financial Statements
for the year ended 31st March 2024**

1. COMPANY INFORMATION

Humbercare Limited is a charitable company limited by guarantee and was incorporated in the United Kingdom on 16th October 1989 and registered as a charity on 7th December 1989. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

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

Going concern

The Senior Management Team, having considered Humbercare's contracts, housing portfolio and budget for the period 1 April 2024 - 31 March 2025, have a reasonable expectation that the organisation has adequate resources to continue in operational existence for a period of 12 months from the date of approval of these financial statements and therefore have been prepared the financial statements on a going concern basis.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds and any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether capital or revenue, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the delivery of specific deliverables is deferred until the criteria for income recognition are met.

The value of services provided by volunteers are not included.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and general costs are apportioned on an appropriate basis e.g. number of staff employed on each project.

**Notes to the Financial Statements - continued
for the year ended 31st March 2024**

2. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and accounting costs.

Tangible fixed assets

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

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Long leasehold	- over 50 years for structural improvements - over the length of the lease for other improvements
Westbourne improvements	- over 10 years
Fixtures and fittings	- over 3 years
Motor vehicles	- over 5 years
Computer equipment	- over 3 years

Taxation

Humbercare Limited is a UK registered charity and all of its income is applied to the achievement of its charitable objects. The charitable company is therefore exempt under current legislation from most forms of taxation.

Fund accounting

Unrestricted funds

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

Restricted funds

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

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the statement of financial activities unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Pension costs and other post-retirement benefits

The company operates both a defined contribution pension scheme and a defined benefits scheme. The assets of the schemes are held separately from those of the company in independently administered funds. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. There is no liability under the defined benefit scheme other than the payment of those contributions.

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.

Lease obligations

Rentals payable under operating leases are charged to the Statement of Financial Activities over the period of the lease on a straight line basis.

Notes to the Financial Statements - continued
for the year ended 31st March 2024

2. ACCOUNTING POLICIES - continued

Other contractual obligations that arise under operating leases, namely reinstating properties to their pre-lease condition, are recognised based on the trustees' best estimate of the expected cost of reinstatement at the end of the lease term by reference to the condition of the portfolio of properties at each balance sheet date. The expected future cost is discounted back to its present value at each balance sheet date.

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The trustees recognise significant judgement and estimation uncertainty exist in calculating the level of provision required in respect of obligations to restore its portfolio of rented properties to their pre-lease condition.

The key sources of estimation uncertainty are as follows:

Average cost to restore each property - £1,500. This has been estimated based on the proportion of properties in the portfolio having met the Decent Homes Standard and an even distribution profile of scheduled property restoration works.

Discount rate - 9.25%. This has been calculated by reference to the expected cost of borrowing, being bank base rate +4%.

To reduce estimation uncertainty in future the trustees have commissioned a surveyor to calculate the current cost to restore each property in the portfolio.

4. DONATIONS AND LEGACIES

	2024 £	2023 £
Other income	758	940
Donations	2,555	3,010
Sir James Reckitt Charity	20,000	15,000
	<u>23,313</u>	<u>18,950</u>

5. INVESTMENT INCOME

	2024 £	2023 £
Dividends received	942	898
	<u>942</u>	<u>898</u>

Notes to the Financial Statements - continued
for the year ended 31st March 2024

6. INCOME FROM CHARITABLE ACTIVITIES

	2024	2023
	Accommodation, advice and support £	Total activities £
Insurance claims	147,194	-
Grants	2,347,015	2,314,488
University of Hull	-	6,280
Supporters Lodgings Providers	101,694	98,573
Rents received	7,203,765	6,003,817
	<u>9,799,668</u>	<u>8,423,158</u>

Grants received, included in the above, are as follows:

	2024	2023
	£	£
Hull City Council	1,732,912	1,751,244
North East Lincolnshire Council	535,633	451,735
Humberside Probation Service	33,446	50,669
Social Services	45,024	60,840
	<u>2,347,015</u>	<u>2,314,488</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Accommodation, advice and support	<u>8,814,874</u>	<u>867,806</u>	<u>9,682,680</u>

8. SUPPORT COSTS

	Administration £	Governance costs £	Totals £
Accommodation, advice and support	<u>801,626</u>	<u>66,180</u>	<u>867,806</u>

Notes to the Financial Statements - continued
for the year ended 31st March 2024

8. **SUPPORT COSTS - continued**

Support costs, included in the above, are as follows:

Governance costs

	2024	2023
	Accommodation, advice and support £	Total activities £
Legal and professional fees	27,038	10,274
Audit and accountancy fees	39,142	40,412
	<u>66,180</u>	<u>50,686</u>

9. **NET INCOME/(EXPENDITURE)**

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

	2024	2023
	£	£
Depreciation - owned assets	78,389	55,954
Auditors' remuneration	14,667	12,576
Operating lease rentals - land and buildings	2,691,023	2,639,590
	<u>2,784,089</u>	<u>2,708,120</u>

10. **TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31st March 2024 nor for the year ended 31st March 2023.

Trustees' expenses

Travel costs amounting to £151 (2023: £nil) were reimbursed to one trustee.

11. **STAFF COSTS**

	2024	2023
	£	£
Wages and salaries	3,056,316	2,993,777
Social security costs	268,499	257,322
Other pension costs	174,938	158,243
	<u>3,499,753</u>	<u>3,409,342</u>

The average monthly number of employees during the year was as follows:

	2024	2023
Management and administration	15	15
Project co-ordinators and workers	131	128
	<u>146</u>	<u>143</u>

Notes to the Financial Statements - continued
for the year ended 31st March 2024

11. STAFF COSTS - continued

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2024	2023
£60,001 - £70,000	1	1
£80,001 - £90,000	-	1
£100,000-£110,000	1	-
	<u>2</u>	<u>2</u>

Total remuneration for key management personnel is £353,489 (2023: £361,128).

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3,950	15,000	18,950
Charitable activities			
Accommodation, advice and support	8,423,158	-	8,423,158
Investment income	-	898	898
Total	<u>8,427,108</u>	<u>15,898</u>	<u>8,443,006</u>
EXPENDITURE ON			
Charitable activities			
Accommodation, advice and support	8,252,519	15,898	8,268,417
Net gains/(losses) on investments	-	(2,519)	(2,519)
NET INCOME/(EXPENDITURE)	174,589	(2,519)	172,070
Other recognised gains/(losses)			
Actuarial gains on defined benefit schemes	41,706	-	41,706
Net movement in funds	216,295	(2,519)	213,776
RECONCILIATION OF FUNDS			
Total funds brought forward	67,369	30,294	97,663
TOTAL FUNDS CARRIED FORWARD	<u>283,664</u>	<u>27,775</u>	<u>311,439</u>

Notes to the Financial Statements - continued
for the year ended 31st March 2024

13. TANGIBLE FIXED ASSETS

	Long leasehold £	Westbourne Improvements £	Fixtures and fittings £
COST			
At 1st April 2023	40,851	69,018	56,139
Additions	46,266	-	17,894
At 31st March 2024	87,117	69,018	74,033
DEPRECIATION			
At 1st April 2023	1,100	33,169	35,538
Charge for year	4,567	6,891	12,053
At 31st March 2024	5,667	40,060	47,591
NET BOOK VALUE			
At 31st March 2024	81,450	28,958	26,442
At 31st March 2023	39,751	35,849	20,601

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1st April 2023	14,994	333,279	514,281
Additions	-	39,593	103,753
At 31st March 2024	14,994	372,872	618,034
DEPRECIATION			
At 1st April 2023	14,994	245,909	330,710
Charge for year	-	54,878	78,389
At 31st March 2024	14,994	300,787	409,099
NET BOOK VALUE			
At 31st March 2024	-	72,085	208,935
At 31st March 2023	-	87,370	183,571

14. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2023	27,775
Revaluations	3,387
At 31st March 2024	31,162
NET BOOK VALUE	
At 31st March 2024	31,162
At 31st March 2023	27,775

Notes to the Financial Statements - continued
for the year ended 31st March 2024

14. FIXED ASSET INVESTMENTS - continued

There were no investment assets outside the UK.

The historical cost of the investments as at 31 March 2024 was £10,273 (2023: £10,273).

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade debtors	100,744	73,378
Other debtors	75,671	4,800
Prepayments and accrued income	362,338	259,292
	<u>538,753</u>	<u>337,470</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Hire purchase (see note 17)	-	1,666
Trade creditors	326,527	342,141
Social security and other taxes	57,228	49,614
Other creditors	25,878	30,745
Accruals and deferred income	209,381	188,483
	<u>619,014</u>	<u>612,649</u>

17. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2024 £	2023 £
Net obligations repayable: Within one year	-	1,666
	<u>-</u>	<u>1,666</u>

	Non-cancellable operating leases	
	2024 £	2023 £
Within one year	1,429,932	2,683,499
Between one and five years	677,032	1,899,684
More than 5 years	-	1,378
	<u>2,106,964</u>	<u>4,584,562</u>

Notes to the Financial Statements - continued
for the year ended 31st March 2024

18. PROVISIONS FOR LIABILITIES

	2024 £	2023 £
Dilapidation provision (undiscounted)	577,492	-
Discount	(222,492)	-
Discounted provision	<u>355,000</u>	<u>-</u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
Fixed assets	208,935	-	208,935	183,571
Investments	-	31,162	31,162	27,775
Current assets	1,361,922	-	1,361,922	926,281
Current liabilities	(619,014)	-	(619,014)	(612,649)
Provision for liabilities	(355,000)	-	(355,000)	-
Pension liability	(144,971)	-	(144,971)	(213,539)
	<u>451,872</u>	<u>31,162</u>	<u>483,034</u>	<u>311,439</u>

20. MOVEMENT IN FUNDS

	At 1/4/23 £	Net movement in funds £	At 31/3/24 £
Unrestricted funds			
General fund	283,664	168,208	451,872
Restricted funds			
HACRO	27,775	3,387	31,162
TOTAL FUNDS	<u>311,439</u>	<u>171,595</u>	<u>483,034</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	9,803,923	(9,662,680)	26,965	168,208
Restricted funds				
J. Reckitt - Restricted	20,000	(20,000)	-	-
HACRO	-	-	3,387	3,387
	<u>20,000</u>	<u>(20,000)</u>	<u>3,387</u>	<u>3,387</u>
TOTAL FUNDS	<u>9,823,923</u>	<u>(9,682,680)</u>	<u>30,352</u>	<u>171,595</u>

Notes to the Financial Statements - continued
for the year ended 31st March 2024

20. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/22 £	Net movement in funds £	At 31/3/23 £
Unrestricted funds			
General fund	67,369	216,295	283,664
Restricted funds			
HACRO	30,294	(2,519)	27,775
TOTAL FUNDS	<u>97,663</u>	<u>213,776</u>	<u>311,439</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	8,427,108	(8,252,519)	41,706	216,295
Restricted funds				
J. Reckitt - Restricted	15,000	(15,000)	-	-
HACRO	898	(898)	(2,519)	(2,519)
	<u>15,898</u>	<u>(15,898)</u>	<u>(2,519)</u>	<u>(2,519)</u>
TOTAL FUNDS	<u>8,443,006</u>	<u>(8,268,417)</u>	<u>39,187</u>	<u>213,776</u>

21. EMPLOYEE BENEFIT OBLIGATIONS

Humbercare Limited operates various pension schemes resulting in a pensions charge in the Statement of Financial Activities of £174,938 (2023: £158,243). There were outstanding contributions of £27,217 (2023: £30,806) at the year end.

Details of the various schemes are as follows:

TPT Retirement Solutions - The Growth Plan

The company participates in the scheme, a multi-employer scheme which provides benefits to some 638 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

Notes to the Financial Statements - continued
for the year ended 31st March 2024

21. EMPLOYEE BENEFIT OBLIGATIONS - continued

A full actuarial valuation for the scheme was carried out at 30 September 2020. This valuation showed assets of £800.3m, liabilities of £831.9m and a deficit of £31.6m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2022 to 31 January 2025 - £3,312,000 per annum
(payable monthly)

Unless a concession has been agreed with the Trustee the term to 31 January 2025 applies.

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2024	2023
	£	£
Present value of provision	1,386	2,967

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2024	2023
	£	£
Provision at start of period	2,967	4,654
Unwinding of the discount factor (interest expense)	114	88
Deficit contribution paid	(1,696)	(1,696)
Remeasurements - impact of any change in assumptions	1	(79)
Remeasurements - amendments to the contribution schedule	-	-
Provision at end of period	1,386	4,654

INCOME AND EXPENDITURE IMPACT

	2023	2023
	£	£
Interest expense	114	88
Remeasurements - impact of any change in assumptions	1	(79)
Remeasurements - amendments to the contribution schedule	-	-

ASSUMPTIONS

	2024	2023
	%	%
Rate of discount	5.31	5.52

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

Notes to the Financial Statements - continued
for the year ended 31st March 2024

21. EMPLOYEE BENEFIT OBLIGATIONS - continued

TPT Retirement Solutions - Career Average Revalued Earnings ("CARE") Pension Scheme

The company participates in the scheme, a multi-employer scheme which provides benefits to some 37 non-associated employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2022. This valuation showed assets of £49.6m, liabilities of £57.1m and a deficit of £7.5m. To eliminate this funding shortfall, the Trustee asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2024 to 31 March 2027 - £1,672,000 per annum
(payable monthly and increasing by 3% each 1st April)

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2024 £	2023 £
Present value of provision	<u>143,821</u>	<u>210,809</u>

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2024 £	2023 £
Provision at start of period	210,809	264,983
Unwinding of the discount factor (interest expense)	9,650	6,093
Deficit contribution paid	(49,672)	(48,225)
Remeasurements - impact of any change in assumptions	453	(12,042)
Remeasurements - amendments to the contribution schedule	(27,419)	-
Provision at end of period	<u>143,821</u>	<u>210,809</u>

INCOME AND EXPENDITURE IMPACT

	2024 £	2023 £
Interest expense	9,650	6,093

Notes to the Financial Statements - continued
for the year ended 31st March 2024

21. EMPLOYEE BENEFIT OBLIGATIONS - continued

Remeasurements - impact of any change in assumptions	453	(12,042)
Remeasurements - amendments to the contribution schedule	(27,419)	-

ASSUMPTIONS

	2024 %	2023 %
Rate of discount	4.95	5.18

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

22. RELATED PARTY DISCLOSURES

Parasol Homes

J Malyon was previously the Chair for Parasol Homes, later resigning in July 2022. Total transactions with Parasol Homes amounted to purchases of £465,309 (2023: £455,886), of which £80,856 (2023: £77,421) was outstanding at the year end.

23. ULTIMATE CONTROLLING PARTY

The charitable company, being limited by guarantee, has no share capital and was controlled throughout the period by its members and therefore no one party had ultimate control.

24. INDEMNITY INSURANCE

The current cover for indemnity insurance for the charity and charity trustees is £1,000,000 (2023: £1,000,000).

Humbercare Limited

Detailed Statement of Financial Activities for the year ended 31st March 2024

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Other income	758	940
Donations	2,555	3,010
Sir James Reckitt Charity	20,000	15,000
	23,313	18,950
Investment income		
Dividends received	942	898
Charitable activities		
Insurance claims	147,194	-
Grants	2,347,015	2,314,488
University of Hull	-	6,280
Supporters Lodgings Providers	101,694	98,573
Rents received	7,203,765	6,003,817
	9,799,668	8,423,158
Total incoming resources	9,823,923	8,443,006
EXPENDITURE		
Charitable activities		
Wages	3,056,316	2,993,777
Social security	268,499	257,322
Pensions	174,938	158,243
Client properties rent	2,883,642	2,570,219
Client properties rates, utilities and cleaning	216,609	192,529
Client properties repairs	874,939	585,152
Payments to carers	26,064	34,525
Consultancy fees	516,505	495,872
Client properties dilapidation provision	355,000	-
Other staff costs	233,642	80,172
Staff recruitment	49,069	49,158
Staff travel and subsistence	53,800	62,596
Staff training	23,908	22,031
Fines and penalties	691	15,368
Depreciation of tangible fixed assets	71,488	50,479
Interest on pension scheme liabilities	9,764	9,226
	8,814,874	7,576,669
Support costs		
Administration		
Bad debts	-	2,218
Office rent, rates, utilities and cleaning	177,864	132,775
Carried forward	177,864	134,993

This page does not form part of the statutory financial statements

Humbercare Limited

Detailed Statement of Financial Activities for the year ended 31st March 2024

	2024 £	2023 £
Administration		
Brought forward	177,864	134,993
Insurances	246,021	179,161
Telephones	102,879	94,466
Printing, stationery and postage	93,424	54,819
IT support	122,099	129,886
Memberships and subscriptions	37,492	28,299
Health and safety	7,559	7,009
Motor expenses	4,313	3,315
Sundry expenses	3,073	3,640
Depreciation of tangible and heritage assets	6,902	5,474
	<u>801,626</u>	<u>641,062</u>
Governance costs		
Legal and professional fees	27,038	10,274
Audit and accountancy fees	39,142	40,412
	<u>66,180</u>	<u>50,686</u>
Total resources expended	<u>9,682,680</u>	<u>8,268,417</u>
Net income before gains and losses	141,243	174,589
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	3,387	(2,519)
Net income	<u><u>144,630</u></u>	<u><u>172,070</u></u>

This page does not form part of the statutory financial statements

HUMBERCARE LIMITED

England & Wales - Charity number 702269

Accounts



Smailes Goldie Group
CREATING ADVANTAGE

REGISTERED COMPANY NUMBER: 02432547
REGISTERED CHARITY NUMBER: 702269

**Registrar's
Copy**

Humbercare Limited
(A Company Limited by Guarantee)

Financial Statements

31st March 2023



SD-0210821-1-6

Humbercare Limited

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Humbercare Limited

Reference and Administrative Details

for the year ended 31st March 2023

TRUSTEES	P Robinson D Walker (resigned 23.1.2023) G Ziae (resigned 23.1.2023) P L Arksey (resigned 23.1.2023) A Young J E Malyon J M Sharpley FCA (appointed 23.1.2023) H J Spencer (appointed 23.1.2023)
COMPANY SECRETARY	R McKinnon
REGISTERED OFFICE	81 Beverley Road Hull East Yorkshire HU3 1XR
REGISTERED COMPANY NUMBER	02432547 (England and Wales)
REGISTERED CHARITY NUMBER	702269
INDEPENDENT AUDITORS	Smailes Goldie Chartered Accountants Statutory Auditor Regent's Court Princess Street Hull East Yorkshire HU2 8BA
KEY MANAGEMENT	R Mckinnon M Mercer J A Tribe K Allman C Hornsby

Humbercare Limited

Report of the Trustees for the year ended 31st March 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Statement of Purpose

We will provide information, advice, guidance, care, and support services that are tailored to individuals needs and aspirations.

We will source and provide a range of accommodation that will meet the needs of those experiencing homelessness be that as a result of offending, leaving care or due to suffering complex needs or severe and multiple disadvantages.

Belief

That every individual has the opportunity to access a safe place that they can call home, within which they can realise their full potential, optimise their life chances, improve their skills, and achieve responsible and achieve independent living and become active and responsible members of the community.

Strategic Aims

- To provide quality and value driven services;
- To provide services that contribute to the safety and wellbeing of our community;
- To utilise the organisation's resources, expertise and reputation in its skill base using Care Quality Commission accreditation, Investors in People and Matrix awards to be an employer of choice in the voluntary sector.

Values

Provide	Providing quality accommodation, innovative services, choices and appropriate information, advice and guidance.
Prevent	Preventing homelessness, reoffending, reliance on acute and long-term health and social care services.
Promote	Promoting potential, opportunity, and independence.

Significant activities

Humbercare delivers a range of person-centred services to vulnerable young people and adults. Our innovative community-based support packages include mentoring and volunteering, accommodation based and non-accommodation-based, including mental health crisis support, housing-related support services and supported lodgings. All our services are outcome focussed. Humbercare supply services on behalf of the following local authorities and organisations Hull City Council, Northeast Lincolnshire Council & Clinical Commissioning Group, East Riding of Yorkshire Council, University of Hull Humber Trust, National Probation Service and the University of Hull.

Public benefit

During the past financial year, Humbercare has worked with over 4,000 people by helping them to maintain their accommodation, by helping them motivate themselves regarding learning and employment, by acting as role models and advocates, to enable them to become valuable members of the community and therefore to reduce offending and improve the community for everyone.

Humbercare Limited

Report of the Trustees for the year ended 31st March 2023

OBJECTIVES AND ACTIVITIES

Contribution of Volunteers Management Committee

Humbercare's Management Committee are volunteers and they commit themselves to 6 meetings per year with the possibility of more for those who are involved in a sub-committee.

Mentors/Volunteers

Humbercare had 40 mentors/volunteers per year. They have completed 6,240 voluntary hours in the following areas: life skills and budgeting, literacy and numeracy, befriending/role modelling, employment and training support, education support, accommodation support.

FINANCIAL REVIEW

Financial position

The results for the year and the financial position of the company are shown in the annexed financial statements. Overall, excluding gains on pension schemes, the company made a surplus in this operating year of £172,070 (2022: £345,925). This represents a deficit of £2,519 (2022: deficit £4,399) on restricted funds and a surplus of £174,589 (2022: £350,324) on unrestricted funds.

The surplus is a result of the Senior Management Team investing in infrastructure to support 3 of the organisation's most demanding services to deliver the highest standard possible and to ensure that the organisation can respond and be competitive in future procurement exercises. This includes investment in our property portfolio, personnel, on-going upgrades to internal software and information technology. The investments will assist the organisation in increasing its annual income over the next 3-5 years and continuing to deliver high-quality services meeting the requirements of the communities the organisation works with. During this financial year, there has been continued investment into the Finance team in terms of on going updates to systems and infrastructure to meet the growing demands of the organisation.

As at 31 March 2023 unrestricted reserves were £283,664 (2022: £67,369) whilst restricted reserves were £27,775 (2022: £30,294).

Grant Making Policy

Humbercare is only able to provide grants to individuals who are using our projects or are referred by statutory or other voluntary organisations.

Investment Policy

All surplus funds are invested with the Charity's bankers either on deposit or in a current account with the exception of a number of shares and unit trusts (market value £27,775 as at 31 March 2023) transferred to Humbercare from HACRO (Hull & East Riding Association for the Care and Resettlement of Offenders) in May, 2001.

Reserves policy

The Trustees have established a policy whereby unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity will be expended at the Trustees' discretion in furtherance of any of the Charity's objects. Reserves are required to cover:

- any redundancy costs that become due, together with winding up and associated legal costs;
- working capital for running the core;
- exceptional and unforeseen expenditure; and
- grants received in arrears to ensure cash flow remains healthy.

The trustees propose to build free reserves and strengthen the financial position of the charity by reducing debtor repayment days and by continued close control of spending and regular monitoring against prudent budgets. Due to the charity's ongoing successful expansion, it is felt that the charity is able to continue its ongoing funded activities, or in the event of a significant drop in funding and the charity being wound up meet redundancy and associated legal costs.

Humbercare Limited

Report of the Trustees for the year ended 31st March 2023

FUTURE STRATEGY

Humbercare Limited has in place a five year business strategy and yearly plans which set out to continue the activities as outlined above in the forthcoming years subject to satisfactory funding arrangements. These projects may be subject to further development and expansion in the future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution and governing document

The charity was established in September 1989 under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The charity constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Members of the management committee

Trustees and key management who served during the year and up to the date of this report are set out on page 1. Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31st March 2023 was 5 (2022 - 5).

Recruitment, appointment, induction and training of new trustees

The directors of the Management Committee are elected at the AGM to serve a period of 3 years with one third of all directors retiring annually, and being eligible, offering themselves for re-election at the forthcoming Annual General Meeting. To ensure induction to Humbercare Limited, Management Committee Trustees receive all relevant documentation and information relating to their role as a Trustee and all relevant information relating to Humbercare.

Key management remuneration

Key management remuneration is set by the board, based on market rates commensurate with level of sector experience. The company does not offer a company car scheme.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Humbercare Limited

Report of the Trustees for the year ended 31st March 2023

AUDITORS

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

This report was approved by the Board on 27th September 2023 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'R McKinnon', written over a horizontal line.

R McKinnon - Secretary

Report of the Independent Auditors to the Members of Humbercare Limited

Opinion

We have audited the financial statements of Humbercare Limited (the 'charitable company') for the year ended 31st March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Material uncertainty related to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Report of the Independent Auditors to the Members of Humbercare Limited

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the Charities Act 2006, Companies Act 2006, tax legislation, data protection, anti-bribery, employment, environmental and health and safety legislation. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

Report of the Independent Auditors to the Members of Humbercare Limited

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with relevant regulators and the charitable company's legal advisors.

Due to 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. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

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

Stephen Bramall BSc FCA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

27th September 2023

Humbercare Limited

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the year ended 31st March 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	3,950	15,000	18,950	26,404
Charitable activities					
Accommodation, advice and support	5	8,423,158	-	8,423,158	8,035,863
Investment income	4	-	898	898	893
Total		<u>8,427,108</u>	<u>15,898</u>	<u>8,443,006</u>	<u>8,063,160</u>
EXPENDITURE ON					
Charitable activities					
Accommodation, advice and support	6	8,252,519	15,898	8,268,417	7,712,836
Net gains/(losses) on investments		-	(2,519)	(2,519)	(4,399)
NET INCOME/(EXPENDITURE)					
Other recognised gains/(losses)		174,589	(2,519)	172,070	345,925
Actuarial gains on defined benefit schemes		41,706	-	41,706	25,765
Net movement in funds		216,295	(2,519)	213,776	371,690
RECONCILIATION OF FUNDS					
Total funds brought forward		67,369	30,294	97,663	(274,027)
TOTAL FUNDS CARRIED FORWARD		<u>283,664</u>	<u>27,775</u>	<u>311,439</u>	<u>97,663</u>

The notes form part of these financial statements

Humbercare Limited (Registered Company Number: 02432547)

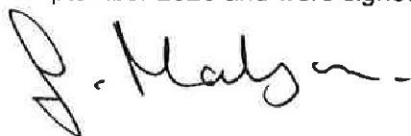
Balance Sheet

31st March 2023

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	12	183,571	95,623
Investments	13	27,775	30,294
		211,346	125,917
CURRENT ASSETS			
Debtors	14	337,470	410,950
Cash at bank and in hand		588,811	611,416
		926,281	1,022,366
CREDITORS			
Amounts falling due within one year	15	(612,649)	(735,514)
NET CURRENT ASSETS		313,632	286,852
TOTAL ASSETS LESS CURRENT LIABILITIES		524,978	412,769
CREDITORS			
Amounts falling due after more than one year	16	-	(1,666)
PENSION LIABILITY	20	(213,539)	(313,440)
NET ASSETS/(LIABILITIES)		311,439	97,663
FUNDS	19		
Unrestricted funds		283,664	67,369
Restricted funds		27,775	30,294
TOTAL FUNDS		311,439	97,663

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

The financial statements were approved by the Board of Trustees and authorised for issue on 27th September 2023 and were signed on its behalf by:



J E Malyon - Trustee

The notes form part of these financial statements

Humbercare Limited

Cash Flow Statement

for the year ended 31st March 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	<u>122,898</u>	<u>537,624</u>
Net cash provided by operating activities		<u>122,898</u>	<u>537,624</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(143,902)	(74,048)
Sale of tangible fixed assets		-	11,501
Dividends received		<u>898</u>	<u>893</u>
Net cash used in investing activities		<u>(143,004)</u>	<u>(61,654)</u>
Cash flows from financing activities			
Hire purchase repayments in year		<u>(2,499)</u>	<u>(2,499)</u>
Net cash used in financing activities		<u>(2,499)</u>	<u>(2,499)</u>
Change in cash and cash equivalents in the reporting period			
		(22,605)	473,471
Cash and cash equivalents at the beginning of the reporting period		<u>611,416</u>	<u>137,945</u>
Cash and cash equivalents at the end of the reporting period		<u>588,811</u>	<u>611,416</u>

The notes form part of these financial statements

Humbercare Limited

Notes to the Cash Flow Statement

for the year ended 31st March 2023

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net income for the reporting period (as per the Statement of Financial Activities)	172,070	345,925
Adjustments for:		
Depreciation charges	55,954	43,411
Losses on investments	2,519	4,399
Loss on disposal of fixed assets	-	11,271
Dividends received	(898)	(893)
Decrease in debtors	73,480	172,619
(Decrease)/increase in creditors	(122,032)	29,376
Difference between pension charge and cash contributions	(58,195)	(68,484)
Net cash provided by operations	<u>122,898</u>	<u>537,624</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank and in hand	<u>611,416</u>	<u>(22,605)</u>	<u>588,811</u>
	<u>611,416</u>	<u>(22,605)</u>	<u>588,811</u>
Debt			
Finance leases	<u>(4,165)</u>	<u>2,499</u>	<u>(1,666)</u>
	<u>(4,165)</u>	<u>2,499</u>	<u>(1,666)</u>
Total	<u>607,251</u>	<u>(20,106)</u>	<u>587,145</u>

The notes form part of these financial statements

Humbercare Limited

Notes to the Financial Statements

for the year ended 31st March 2023

1. COMPANY INFORMATION

Humbercare Limited is a charitable company limited by guarantee and was incorporated in the United Kingdom on 16th October 1989 and registered as a charity on 7th December 1989. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

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

Going concern

The Senior Management Team, having considered Humbercare's contracts, housing portfolio and budget for the period 1 April 2023 - 31 March 2024, have a reasonable expectation that the organisation has adequate resources to continue in operational existence for a period of 12 months from the date of approval of these financial statements and therefore have been prepared the financial statements on a going concern basis.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds and any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether capital or revenue, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the delivery of specific deliverables is deferred until the criteria for income recognition are met.

The value of services provided by volunteers are not included.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and general costs are apportioned on an appropriate basis e.g. number of staff employed on each project.

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

2. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and accounting costs.

Tangible fixed assets

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

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Long leasehold	- over 50 years for structural improvements - over the length of the lease for other improvements
Westbourne improvements	- over 10 years
Fixtures and fittings	- over 3 years
Motor vehicles	- over 5 years
Computer equipment	- over 3 years

Taxation

Humbercare Limited is a UK registered charity and all of its income is applied to the achievement of its charitable objects. The charitable company is therefore exempt under current legislation from most forms of taxation.

Fund accounting

Unrestricted funds

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

Restricted funds

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

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the statement of financial activities unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Pension costs and other post-retirement benefits

The company operates both a defined contribution pension scheme and a defined benefits scheme. The assets of the schemes are held separately from those of the company in independently administered funds. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. There is no liability under the defined benefit scheme other than the payment of those contributions.

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.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2023

3. DONATIONS AND LEGACIES

	2023	2022
	£	£
Other income	940	1,739
Donations	3,010	9,665
Sir James Reckitt Charity	<u>15,000</u>	<u>15,000</u>
	<u>18,950</u>	<u>26,404</u>

4. INVESTMENT INCOME

	2023	2022
	£	£
Dividends received	<u>898</u>	<u>893</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2023	2022
	Accommodation, advice and support £	Total activities £
Grants	2,314,488	2,281,550
University of Hull	6,280	9,000
Supporters Lodgings Providers	98,573	107,043
Rents received	<u>6,003,817</u>	<u>5,638,270</u>
	<u>8,423,158</u>	<u>8,035,863</u>

Grants received, included in the above, are as follows:

	2023	2022
	£	£
Hull City Council	1,751,244	1,798,324
North East Lincolnshire Council	451,735	388,973
Humberside Probation Service	50,669	44,185
Social Services	<u>60,840</u>	<u>50,068</u>
	<u>2,314,488</u>	<u>2,281,550</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2023

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Accommodation, advice and support	<u>7,576,669</u>	<u>691,748</u>	<u>8,268,417</u>

7. SUPPORT COSTS

	Administration £	Governance costs £	Totals £
Accommodation, advice and support	<u>641,062</u>	<u>50,686</u>	<u>691,748</u>

Support costs, included in the above, are as follows:

Governance costs

	2023	2022
Accommodation, advice and support	£	Total activities £
Legal and professional fees	10,274	7,514
Audit and accountancy fees	<u>40,412</u>	<u>37,182</u>
	<u>50,686</u>	<u>44,696</u>

8. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Depreciation - owned assets	55,954	43,410
Deficit on disposal of fixed assets	-	11,271
Auditors' remuneration	12,576	10,650
Operating lease rentals - land and buildings	<u>2,639,590</u>	<u>2,494,782</u>

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2023 nor for the year ended 31st March 2022.

Trustees' expenses

Travel costs amounting to £nil (2022: £nil) were reimbursed to members of the Management Committee.

10. STAFF COSTS

	2023 £	2022 £
Wages and salaries	2,993,777	2,761,390
Social security costs	257,322	221,303
Other pension costs	158,243	149,114
	<u>3,409,342</u>	<u>3,131,807</u>

The average monthly number of employees during the year was as follows:

	2023	2022
Management and administration	15	15
Project co-ordinators and workers	128	121
	<u>143</u>	<u>136</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2023	2022
£60,001 - £70,000	1	1
£80,001 - £90,000	1	1
	<u>2</u>	<u>2</u>

Total remuneration for key management personnel is £361,128 (2022: £325,764).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	11,404	15,000	26,404
Charitable activities			
Accommodation, advice and support	8,035,863	-	8,035,863
Investment income	-	893	893
Total	<u>8,047,267</u>	<u>15,893</u>	<u>8,063,160</u>

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
EXPENDITURE ON Charitable activities			
Accommodation, advice and support	<u>7,696,943</u>	<u>15,893</u>	<u>7,712,836</u>
Net gains/(losses) on investments	<u>-</u>	<u>(4,399)</u>	<u>(4,399)</u>
NET INCOME/(EXPENDITURE) Other recognised gains/(losses)	350,324	(4,399)	345,925
Actuarial gains on defined benefit schemes	<u>25,765</u>	<u>-</u>	<u>25,765</u>
Net movement in funds	376,089	(4,399)	371,690
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>(308,720)</u>	<u>34,693</u>	<u>(274,027)</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>67,369</u></u>	<u><u>30,294</u></u>	<u><u>97,663</u></u>

12. TANGIBLE FIXED ASSETS

	Long leasehold £	Westbourne Improvements £	Fixtures and fittings £
COST			
At 1st April 2022	-	39,764	37,501
Additions	<u>40,851</u>	<u>29,254</u>	<u>18,638</u>
At 31st March 2023	<u>40,851</u>	<u>69,018</u>	<u>56,139</u>
DEPRECIATION			
At 1st April 2022	-	27,695	31,450
Charge for year	<u>1,100</u>	<u>5,474</u>	<u>4,088</u>
At 31st March 2023	<u>1,100</u>	<u>33,169</u>	<u>35,538</u>
NET BOOK VALUE			
At 31st March 2023	<u><u>39,751</u></u>	<u><u>35,849</u></u>	<u><u>20,601</u></u>
At 31st March 2022	<u><u>-</u></u>	<u><u>12,069</u></u>	<u><u>6,051</u></u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2023

12. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1st April 2022	14,994	278,120	370,379
Additions	-	55,159	143,902
At 31st March 2023	<u>14,994</u>	<u>333,279</u>	<u>514,281</u>
DEPRECIATION			
At 1st April 2022	12,661	202,950	274,756
Charge for year	2,333	42,959	55,954
At 31st March 2023	<u>14,994</u>	<u>245,909</u>	<u>330,710</u>
NET BOOK VALUE			
At 31st March 2023	<u>-</u>	<u>87,370</u>	<u>183,571</u>
At 31st March 2022	<u>2,333</u>	<u>75,170</u>	<u>95,623</u>

13. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2022	30,294
Revaluations	(2,519)
At 31st March 2023	<u>27,775</u>
NET BOOK VALUE	
At 31st March 2023	<u>27,775</u>
At 31st March 2022	<u>30,294</u>

There were no investment assets outside the UK.

The historical cost of the investments as at 31 March 2023 was £10,273 (2022: £10,273).

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	73,378	102,360
Other debtors	4,800	260
Prepayments and accrued income	<u>259,292</u>	<u>308,330</u>
	<u>337,470</u>	<u>410,950</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2023

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Hire purchase (see note 17)	1,666	2,499
Trade creditors	342,141	360,779
Social security and other taxes	49,614	58,931
Other creditors	30,745	22,474
Accruals and deferred income	<u>188,483</u>	<u>290,831</u>
	<u>612,649</u>	<u>735,514</u>

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

	2023	2022
	£	£
Hire purchase (see note 17)	<u>-</u>	<u>1,666</u>

17. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2023	2022
	£	£
Net obligations repayable:		
Within one year	1,666	2,499
Between one and five years	<u>-</u>	<u>1,666</u>
	<u>1,666</u>	<u>4,165</u>

	Non-cancellable operating leases	
	2023	2022
	£	£
Within one year	2,683,499	2,607,192
Between one and five years	1,899,684	4,086,469
More than 5 years	<u>1,378</u>	<u>-</u>
	<u>4,584,562</u>	<u>6,693,661</u>

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
Fixed assets	183,571	-	183,571	95,623
Investments	-	27,775	27,775	30,294
Current assets	926,281	-	926,281	1,022,366
Current liabilities	(612,649)	-	(612,649)	(735,514)
Long term liabilities	-	-	-	(1,666)
Pension liability	(213,539)	-	(213,539)	(313,440)
	<u>283,664</u>	<u>27,775</u>	<u>311,439</u>	<u>97,663</u>

19. MOVEMENT IN FUNDS

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	67,369	216,295	283,664
Restricted funds			
HACRO	30,294	(2,519)	27,775
TOTAL FUNDS	<u>97,663</u>	<u>213,776</u>	<u>311,439</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	8,427,108	(8,252,519)	41,706	216,295
Restricted funds				
J. Reckitt - Restricted	15,000	(15,000)	-	-
HACRO	898	(898)	(2,519)	(2,519)
	<u>15,898</u>	<u>(15,898)</u>	<u>(2,519)</u>	<u>(2,519)</u>
TOTAL FUNDS	<u>8,443,006</u>	<u>(8,268,417)</u>	<u>39,187</u>	<u>213,776</u>

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	(308,720)	376,089	67,369
Restricted funds			
HACRO	34,693	(4,399)	30,294
TOTAL FUNDS	<u>(274,027)</u>	<u>371,690</u>	<u>97,663</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	8,047,267	(7,696,943)	25,765	376,089
Restricted funds				
J. Reckitt - Restricted	15,000	(15,000)	-	-
HACRO	893	(893)	(4,399)	(4,399)
	<u>15,893</u>	<u>(15,893)</u>	<u>(4,399)</u>	<u>(4,399)</u>
TOTAL FUNDS	<u>8,063,160</u>	<u>(7,712,836)</u>	<u>21,366</u>	<u>371,690</u>

20. EMPLOYEE BENEFIT OBLIGATIONS

Humbercare Limited operates various pension schemes resulting in a pensions charge in the Statement of Financial Activities of £158,243 (2022: £149,114). There were outstanding contributions of £30,806 (2022: £22,328) at the year end.

Details of the various schemes are as follows:

TPT Retirement Solutions - The Growth Plan

The company participates in the scheme, a multi-employer scheme which provides benefits to some 638 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

20. EMPLOYEE BENEFIT OBLIGATIONS - continued

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2020. This valuation showed assets of £800.3m, liabilities of £831.9m and a deficit of £31.6m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2022 to 31 January 2025 - £3,312,000 per annum
(payable monthly)

Unless a concession has been agreed with the Trustee the term to 31 January 2025 applies.

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2023	2022
	£	£
Present value of provision	<u>2,967</u>	<u>4,654</u>

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2023	2022
	£	£
Provision at start of period	4,654	18,123
Unwinding of the discount factor (interest expense)	88	105
Deficit contribution paid	(1,696)	(4,586)
Remeasurements - impact of any change in assumptions	(79)	(107)
Remeasurements - amendments to the contribution schedule	<u>-</u>	<u>(8,881)</u>
Provision at end of period	<u>2,967</u>	<u>4,654</u>

INCOME AND EXPENDITURE IMPACT

	2023	2022
	£	£
Interest expense	88	105
Remeasurements - impact of any change in assumptions	(79)	(107)
Remeasurements - amendments to the contribution schedule	-	(8,881)

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

20. EMPLOYEE BENEFIT OBLIGATIONS - continued

ASSUMPTIONS

	2023 %	2022 %
Rate of discount	5.52	2.35

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

TPT Retirement Solutions - Career Average Revalued Earnings ("CARE") Pension Scheme

The company participates in the scheme, a multi-employer scheme which provides benefits to some 37 non-associated employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2019. This valuation showed assets of £79m, liabilities of £93.9m and a deficit of £14.9m. To eliminate this funding shortfall, the Trustee asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2021 to 30 September 2027 - £1,530,000 per annum
(payable monthly and increasing by 3% each 1st April)

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2023 £	2022 £
Present value of provision	<u>210,809</u>	<u>264,983</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2023

20. EMPLOYEE BENEFIT OBLIGATIONS - continued

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2023	2022
	£	£
Provision at start of period	264,983	320,346
Unwinding of the discount factor (interest expense)	6,093	2,891
Deficit contribution paid	(48,225)	(46,820)
Remeasurements - impact of any change in assumptions	(12,042)	(11,434)
Remeasurements - amendments to the contribution schedule	-	-
Provision at end of period	<u>210,809</u>	<u>264,983</u>

INCOME AND EXPENDITURE IMPACT

	2023	2022
	£	£
Interest expense	6,093	2,891
Remeasurements - impact of any change in assumptions	(12,042)	(11,434)
Remeasurements - amendments to the contribution schedule	-	-

ASSUMPTIONS

	2023	2022
	%	%
Rate of discount	5.18	2.55

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

Defined contribution scheme

East Riding of Yorkshire Pension Fund

Humbercare Limited ceased to be an employing authority in the East Riding Pension Fund on 9 January 2014. The fund previously provided retirement benefits for two employees and was a defined benefit scheme. The value of the fund at the date of cessation, and still outstanding to date, has been calculated at £Nil (2022: £44,040).

Deficit funding contributions totalling £17,500 were paid during the year, £3,045 was charged to the income and expenditure account in respect of the interest expense relating to the unwinding of the discount factor and a remeasurement of a £29,585 gain has been credited to the other recognised gains and losses.

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2023

21. RELATED PARTY DISCLOSURES

Parasol Homes

J Malyon was previously the Chair for Parasol Homes, later resigning in July 2022. Total transactions with Parasol Homes amounted to purchases of £455,886 (2022: £497,005), of which £77,421 (2022: £70,799) was outstanding at the year end.

22. ULTIMATE CONTROLLING PARTY

The charitable company, being limited by guarantee, has no share capital and was controlled throughout the period by its members and therefore no one party had ultimate control.

23. INDEMNITY INSURANCE

The current cover for indemnity insurance for the charity and charity trustees is £1,000,000 (2022: £1,000,000).

HUMBERCARE LIMITED

England & Wales - Charity number 702269

Accounts



Smailes Goldie Group
CREATING ADVANTAGE

REGISTERED COMPANY NUMBER: 02432547
REGISTERED CHARITY NUMBER: 702269

**Smailes Goldie
Copy**

Humbercare Limited

Financial Statements (A Company Limited by Guarantee)

31 March 2022



SD-0206428-1-6

Humbercare Limited

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Humbercare Limited

Reference and Administrative Details

for the year ended 31st March 2022

TRUSTEES	L Alderson-Speight (resigned 1.5.2021) P Robinson D Walker G Ziae P L Arksey A Young J E Malyon
KEY MANAGEMENT PERSONNEL	R McKinnon M Mercer J A Tribe K Allman
COMPANY SECRETARY	R McKinnon
REGISTERED OFFICE	81 Beverley Road Hull East Yorkshire HU3 1XR
REGISTERED COMPANY NUMBER	02432547 (England and Wales)
REGISTERED CHARITY NUMBER	702269
INDEPENDENT AUDITORS	Smailes Goldie Chartered Accountants Statutory Auditor Regent's Court Princess Street Hull East Yorkshire HU2 8BA

Humbercare Limited

Report of the Trustees for the year ended 31st March 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Statement of Purpose

Humbercare - an enabling organisation dedicated to providing quality and innovative services to adults and young people in need.

Belief

All people should have the opportunity to realise their potential, improve their skills, optimise their life chances and become responsible members of the community.

Strategic Aims

- To provide quality and value driven services;
- To provide services that contribute to the safety and wellbeing of our community;
To utilise the organisation's resources, expertise and reputation in its skill base using Care Quality Commission accreditation, Investors in People and Matrix awards to be an employer of choice in the voluntary sector.

Values

- Effectiveness - services that are outcome focused and improve our community;
- Efficiency - viable services that are cost effective with added value;
Facilitating Positive Change - assisting and creating opportunities for people to optimise their life chances;
- Belief in Diversity - to acknowledge and respect all individuals.

Significant activities

Humbercare delivers a range of person-centred services to vulnerable young people and adults. Our innovative community-based support packages include mentoring and volunteering, accommodation based and non-accommodation-based, including mental health crisis support, housing-related support services and supported lodgings. All our services are outcome focussed. Humbercare supply services on behalf of the following local authorities and organisations Hull City Council, Northeast Lincolnshire Council & Clinical Commissioning Group, East Riding of Yorkshire Council, University of Hull Humber Trust, National Probation Service and the University of Hull.

Public benefit

During the past financial year, Humbercare has worked with over 4,000 people by helping them to maintain their accommodation, by helping them motivate themselves regarding learning and employment, by acting as role models and advocates, to enable them to become valuable members of the community and therefore to reduce offending and improve the community for everyone.

Contribution of Volunteers

Management Committee

Humbercare's Management Committee are volunteers and they commit themselves to 6 meetings per year with the possibility of more for those who are involved in a sub-committee.

Mentors/Volunteers

Humbercare had 62 mentors/volunteers per year. They have completed 8,266 voluntary hours in the following areas: life skills and budgeting, literacy and numeracy, befriending/role modelling, employment and training support, education support, accommodation support.

Humbercare Limited

Report of the Trustees for the year ended 31st March 2022

FINANCIAL REVIEW

Financial position

The results for the year and the financial position of the company are shown in the annexed financial statements.

Overall, excluding gains (2021: losses) on pension schemes, the company made a surplus in this operating year of £345,925 (2021: £610,034). This represents a deficit of £4,399 (2021: surplus £10,304) on restricted funds and a surplus of £350,324 (2021: £599,730) on unrestricted funds.

The surplus is a result of the Senior Management Team investing in infrastructure to support 3 of the organisations most demanding services to deliver the highest standard possible and to ensure that the organisation can respond and be competitive in future procurement exercises. This includes investment in our property portfolio, personnel, on-going upgrades to internal software and information technology. The investments will assist the organisation in increasing its annual income over the next 3-5 years and continuing to deliver high-quality services meeting the requirements of the communities the organisation works with. During this financial year, there has been continued investment into the Finance team in terms of on-going updates to systems and infrastructure to meet the growing demands of the organisation.

As at 31st March 2022 unrestricted reserves were £67,369 (2021: £308,720 deficit) whilst restricted reserves were £30,294 (2021: £34,693).

Grant Making Policy

Humbercare is only able to provide grants to individuals who are using our projects or are referred by statutory or other voluntary organisations.

Investment Policy

All surplus funds are invested with the Charity's bankers either on deposit or in a current account with the exception of a number of shares and unit trusts (market value £30,294 as at 31st March 2022) transferred to Humbercare from HACRO (Hull & East Riding Association for the Care and Resettlement of Offenders) in May, 2001.

Reserves policy

The Trustees have established a policy whereby unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity will be expended at the Trustees' discretion in furtherance of any of the Charity's objects. Reserves are required to cover:

- any redundancy costs that become due, together with winding up and associated legal costs;
- working capital for running the core;
- exceptional and unforeseen expenditure; and
- grants received in arrears to ensure cash flow remains healthy.

The present level of free reserves is a deficit of £28,254. This position has arisen primarily as a result of the recognition of pension fund deficit arrangement totalling £313,440. It has been agreed that this deficit is to be repaid by monthly instalments until 2028.

The trustees propose to build free reserves and strengthen the financial position of the charity by reducing debtor repayment days and by continued close control of spending and regular monitoring against prudent budgets. Due to the charity's ongoing successful expansion, it is felt that the charity is able to continue its ongoing funded activities, or in the event of a significant drop in funding and the charity being wound up meet redundancy and associated legal costs.

FUTURE STRATEGY

Humbercare Limited has in place a three year business strategy and yearly plans which set out to continue the activities as outlined above in the forthcoming years subject to satisfactory funding arrangements. These projects may be subject to further development and expansion in the future.

Humbercare Limited

Report of the Trustees

for the year ended 31st March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution and governing document

The charity was established in September 1989 under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The charity constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Members of the management committee

Trustees and key management who served during the year and up to the date of this report are set out on page 1.

Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31st March 2022 was 5. (2021 - 5).

Recruitment, appointment, induction and training of new trustees

The directors of the Management Committee are elected at the AGM to serve a period of 3 years with one third of all directors retiring annually, and being eligible, offering themselves for re-election at the forthcoming Annual General Meeting. To ensure induction to Humbercare Limited, Management Committee Trustees receive all relevant documentation and information relating to their role as a Trustee and all relevant information relating to Humbercare.

Key management remuneration

Key management remuneration is set by the board, based on market rates commensurate with level of sector experience. The company does not offer a company car scheme.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

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

Humbercare Limited

Report of the Trustees for the year ended 31st March 2022

This report was approved by the Board on 5/10/22 and signed on its behalf by:



.....
R McKinnon - Secretary

Report of the Independent Auditors to the Members of Humbercare Limited

Opinion

We have audited the financial statements of Humbercare Limited (the 'charitable company') for the year ended 31st March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

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

Material uncertainty related to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Report of the Independent Auditors to the Members of Humbercare Limited

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the Companies Act 2006, Charities Act 2011, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

Report of the Independent Auditors to the Members of Humbercare Limited

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with relevant regulators and legal

Due to 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. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

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



Stephen Bramall BSc FCA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

Date: 05/10/2022.....

Humbercare Limited

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the year ended 31st March 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	11,404	15,000	26,404	21,239
Charitable activities					
Advice and support		8,035,863	-	8,035,863	8,197,937
Investment income	4	-	893	893	879
Total		8,047,267	15,893	8,063,160	8,220,055
EXPENDITURE ON					
Charitable activities					
Advice and support	6	7,696,943	15,893	7,712,836	7,620,325
Net gains/(losses) on investments		-	(4,399)	(4,399)	10,304
NET INCOME/(EXPENDITURE)		350,324	(4,399)	345,925	610,034
Other recognised gains/(losses)					
Actuarial gains/(losses) on defined benefit schemes		25,765	-	25,765	(16,369)
Net movement in funds		376,089	(4,399)	371,690	593,665
RECONCILIATION OF FUNDS					
Total funds brought forward		(308,720)	34,693	(274,027)	(867,692)
TOTAL FUNDS CARRIED FORWARD		67,369	30,294	97,663	(274,027)

The notes form part of these financial statements

Humbercare Limited

Balance Sheet

31st March 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	12	95,623	87,757
Investments	13	30,294	34,693
		125,917	122,450
CURRENT ASSETS			
Debtors	14	410,950	583,569
Cash at bank and in hand		611,416	137,945
		1,022,366	721,514
CREDITORS			
Amounts falling due within one year	15	(735,514)	(706,138)
NET CURRENT ASSETS		286,852	15,376
TOTAL ASSETS LESS CURRENT LIABILITIES		412,769	137,826
CREDITORS			
Amounts falling due after more than one year	16	(1,666)	(4,165)
PENSION LIABILITY	20	(313,440)	(407,688)
NET ASSETS/(LIABILITIES)		97,663	(274,027)
FUNDS	19		
Unrestricted funds		67,369	(308,720)
Restricted funds		30,294	34,693
TOTAL FUNDS		97,663	(274,027)

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

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



.....
P Robinson - Trustee

The notes form part of these financial statements

Humbercare Limited

Cash Flow Statement

for the year ended 31st March 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>537,624</u>	<u>16,728</u>
Net cash provided by operating activities		<u>537,624</u>	<u>16,728</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(74,048)	(32,799)
Sale of tangible fixed assets		11,501	-
Interest received		-	6
Dividends received		<u>893</u>	<u>873</u>
Net cash used in investing activities		<u>(61,654)</u>	<u>(31,920)</u>
Cash flows from financing activities			
Hire purchase repayments in year		<u>(2,499)</u>	<u>(2,498)</u>
Net cash used in financing activities		<u>(2,499)</u>	<u>(2,198)</u>
Change in cash and cash equivalents in the reporting period			
		473,471	(17,690)
Cash and cash equivalents at the beginning of the reporting period			
		<u>137,945</u>	<u>155,635</u>
Cash and cash equivalents at the end of the reporting period			
		<u>611,416</u>	<u>137,945</u>

The notes form part of these financial statements

Humbercare Limited

Notes to the Cash Flow Statement

for the year ended 31st March 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net income for the reporting period (as per the Statement of Financial Activities)	345,925	610,034
Adjustments for:		
Depreciation charges	43,411	29,420
Losses/(gain) on investments	4,399	(10,304)
Loss on disposal of fixed assets	11,271	-
Interest received	-	(6)
Dividends received	(893)	(873)
Decrease/(increase) in debtors	172,619	(254,853)
Increase/(decrease) in creditors	29,376	(300,903)
Difference between pension charge and cash contributions	<u>(68,484)</u>	<u>(55,787)</u>
Net cash provided by operations	<u>537,624</u>	<u>16,728</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	<u>137,945</u>	<u>473,471</u>	<u>611,416</u>
	<u>137,945</u>	<u>473,471</u>	<u>611,416</u>
Debt			
Finance leases	<u>(6,664)</u>	<u>2,499</u>	<u>(4,165)</u>
	<u>(6,664)</u>	<u>2,499</u>	<u>(4,165)</u>
Total	<u>131,281</u>	<u>475,970</u>	<u>607,251</u>

The notes form part of these financial statements

Humbercare Limited

Notes to the Financial Statements

for the year ended 31st March 2022

1. COMPANY INFORMATION

Humbercare Limited is a charitable company limited by guarantee and was incorporated in the United Kingdom on 16th October 1989 and registered as a charity on 7th December 1989. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

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

Going concern

At the Balance Sheet date, the charitable company's net current assets and net assets stand at £286,852 and £97,663 respectively. During the year to 31 March 2022, additional funding was sourced for the existing activities which are expected to generate economic benefit for the company in future years.

It is the directors' view that these conditions, along with the forecasted surplus cash flow generation, provide sufficient evidence over the charitable company's ability to operate as a going concern. Accordingly the accounts have been prepared on the going concern basis.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds and any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether capital or revenue, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the delivery of specific deliverables is deferred until the criteria for income recognition are met.

The value of services provided by volunteers are not included.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2022

2. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and general costs are apportioned on an appropriate basis e.g. number of staff employed on each project.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and accounting costs.

Tangible fixed assets

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

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Westbourne improvements	- over 10 years
Fixtures and fittings	- over 3 years
Motor vehicles	- over 5 years
Computer equipment	- over 3 years

Taxation

Humbercare Limited is a UK registered charity and all of its income is applied to the achievement of its charitable objects. The charitable company is therefore exempt under current legislation from most forms of taxation.

Fund accounting

Unrestricted funds

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

Restricted funds

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

Further explanation of the nature and purpose of each fund is included in the Report of the Trustees.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the statement of financial activities unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Pension costs and other post-retirement benefits

The company operates both a defined contribution pension scheme and a defined benefits scheme. The assets of the schemes are held separately from those of the company in independently administered funds. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. There is no liability under the defined benefit scheme other than the payment of those contributions.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

2. ACCOUNTING POLICIES - continued

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.

3. DONATIONS AND LEGACIES

	2022	2021
	£	£
Other income	1,739	5,145
Donations	9,665	1,094
Sir James Reckitt Charity	<u>15,000</u>	<u>15,000</u>
	<u>26,404</u>	<u>21,239</u>

4. INVESTMENT INCOME

	2022	2021
	£	£
Dividends received	893	873
Interest received	-	6
	<u>893</u>	<u>879</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	Advice and support £	Total activities £
Grants	2,281,550	2,823,986
University of Hull	9,000	7,600
Supporters Lodgings Providers	107,043	92,605
Rents received	<u>5,638,270</u>	<u>5,273,746</u>
	<u>8,035,863</u>	<u>8,197,937</u>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
Hull City Council	1,798,324	2,127,655
North East Lincolnshire Council	388,973	421,478
Humberside Probation Service	44,185	57,042
Social Services	50,068	87,490
Humber NHS Foundation	-	130,321
	<u>2,281,550</u>	<u>2,823,986</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Advice and support	<u>7,097,660</u>	<u>615,176</u>	<u>7,712,836</u>

7. SUPPORT COSTS

	Administration £	Governance costs £	Totals £
Advice and support	<u>570,480</u>	<u>44,696</u>	<u>615,176</u>

8. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Depreciation - owned assets	43,410	29,420
Deficit on disposal of fixed assets	11,271	-
Auditors' remuneration	10,650	10,600
Operating lease rentals - land and buildings	<u>2,494,782</u>	<u>2,511,140</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

Travel costs amounting to £nil (2021: £nil) were reimbursed to members of the Management Committee.

10. STAFF COSTS

	2022 £	2021 £
Wages and salaries	2,637,525	2,742,645
Social security costs	221,303	224,082
Other pension costs	<u>149,114</u>	<u>146,197</u>
	<u>3,007,942</u>	<u>3,112,924</u>

The average monthly number of employees during the year was as follows:

	2022	2021
Management and administration	15	15
Project co-ordinators and workers	<u>121</u>	<u>129</u>
	<u>136</u>	<u>144</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

10. STAFF COSTS - continued

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2022	2021
£60,001 - £70,000	1	1
£80,001 - £90,000	1	1
£90,001 - £100,000	<u>1</u>	<u>-</u>
	<u><u>3</u></u>	<u><u>2</u></u>

Total remuneration for key management personnel is £325,764 (2021: £279,823).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	6,239	15,000	21,239
Charitable activities			
Advice and support	8,197,937	-	8,197,937
Investment income	<u>6</u>	<u>873</u>	<u>879</u>
Total	<u><u>8,204,182</u></u>	<u><u>15,873</u></u>	<u><u>8,220,055</u></u>
EXPENDITURE ON			
Charitable activities			
Advice and support	7,604,452	15,873	7,620,325
Net gains on investments	<u>-</u>	<u>10,304</u>	<u>10,304</u>
NET INCOME	599,730	10,304	610,034
Other recognised gains/(losses)			
Actuarial gains/(losses) on defined benefit schemes	<u>(16,369)</u>	<u>-</u>	<u>(16,369)</u>
Net movement in funds	583,361	10,304	593,665
RECONCILIATION OF FUNDS			
Total funds brought forward	(892,081)	24,389	(867,692)
TOTAL FUNDS CARRIED FORWARD	<u><u>(308,720)</u></u>	<u><u>34,693</u></u>	<u><u>(274,027)</u></u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

12. TANGIBLE FIXED ASSETS

	Westbourne Improvements £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1st April 2021	112,667	30,602	52,685	210,971	406,925
Additions	-	6,899	-	67,149	74,048
Disposals	<u>(72,903)</u>	<u>-</u>	<u>(37,691)</u>	<u>-</u>	<u>(110,594)</u>
At 31st March 2022	<u>39,764</u>	<u>37,501</u>	<u>14,994</u>	<u>278,120</u>	<u>370,379</u>
DEPRECIATION					
At 1st April 2021	66,560	30,213	47,353	175,042	319,168
Charge for year	11,266	1,237	2,999	27,908	43,410
Eliminated on disposal	<u>(50,131)</u>	<u>-</u>	<u>(37,691)</u>	<u>-</u>	<u>(87,822)</u>
At 31st March 2022	<u>27,695</u>	<u>31,450</u>	<u>12,661</u>	<u>202,950</u>	<u>274,756</u>
NET BOOK VALUE					
At 31st March 2022	<u>12,069</u>	<u>6,051</u>	<u>2,333</u>	<u>75,170</u>	<u>95,623</u>
At 31st March 2021	<u>46,107</u>	<u>389</u>	<u>5,332</u>	<u>35,929</u>	<u>87,757</u>

13. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2021	34,693
Revaluations	<u>(4,399)</u>
At 31st March 2022	<u>30,294</u>
NET BOOK VALUE	
At 31st March 2022	<u>30,294</u>
At 31st March 2021	<u>34,693</u>

There were no investment assets outside the UK.

The historical cost of the investments as at 31 March 2022 was £10,273 (2021 £10,273).

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	102,360	30,651
Other debtors	260	2,142
Prepayments and accrued income	<u>308,330</u>	<u>550,776</u>
	<u>410,950</u>	<u>583,569</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Hire purchase (see note 17)	2,499	2,499
Trade creditors	360,779	378,348
Social security and other taxes	58,931	100,749
Other creditors	22,474	24,296
Accruals and deferred income	<u>290,831</u>	<u>200,246</u>
	<u>735,514</u>	<u>706,138</u>

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

	2022	2021
	£	£
Hire purchase (see note 17)	<u>1,666</u>	<u>4,165</u>

17. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2022	2021
	£	£
Net obligations repayable:		
Within one year	2,499	2,499
Between one and five years	<u>1,666</u>	<u>4,165</u>
	<u>4,165</u>	<u>6,664</u>
	Non-cancellable operating leases	
	2022	2021
	£	£
Within one year	2,420,514	2,429,744
Between one and five years	3,822,516	5,880,662
In more than five years	-	4,603
	<u>6,243,030</u>	<u>8,315,009</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
Fixed assets	95,623	-	95,623	87,757
Investments	-	30,294	30,294	34,693
Current assets	1,022,366	-	1,022,366	721,514
Current liabilities	(735,514)	-	(735,514)	(706,138)
Long term liabilities	(1,666)	-	(1,666)	(4,165)
Pension liability	(313,440)	-	(313,440)	(407,688)
	<u>67,369</u>	<u>30,294</u>	<u>97,663</u>	<u>(274,027)</u>

19. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	(308,720)	376,089	67,369
Restricted funds			
HACRO	34,693	(4,399)	30,294
TOTAL FUNDS	<u>(274,027)</u>	<u>371,690</u>	<u>97,663</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	8,047,267	(7,696,943)	25,765	376,089
Restricted funds				
J. Reckitt - Restricted	15,000	(15,000)	-	-
HACRO	893	(893)	(4,399)	(4,399)
	<u>15,893</u>	<u>(15,893)</u>	<u>(4,399)</u>	<u>(4,399)</u>
TOTAL FUNDS	<u>8,063,160</u>	<u>(7,712,836)</u>	<u>21,366</u>	<u>371,690</u>

Humbercare Limited

Notes to the Financial Statements - continued

for the year ended 31st March 2022

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	(892,081)	583,361	(308,720)
Restricted funds			
HACRO	24,389	10,304	34,693
TOTAL FUNDS	<u>(867,692)</u>	<u>593,665</u>	<u>(274,027)</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	8,204,182	(7,604,452)	(16,369)	583,361
Restricted funds				
J. Reckitt - Restricted	15,000	(15,000)	-	-
HACRO	873	(873)	10,304	10,304
	<u>15,873</u>	<u>(15,873)</u>	<u>10,304</u>	<u>10,304</u>
TOTAL FUNDS	<u>8,220,055</u>	<u>(7,620,325)</u>	<u>(6,065)</u>	<u>593,665</u>

20. EMPLOYEE BENEFIT OBLIGATIONS

Humbercare Limited operates various pension schemes resulting in a pensions charge in the Statement of Financial Activities of £149,114 (2021: £146,197). There were outstanding contributions of £22,328 (2021: £24,055) at the year end.

Details of the various schemes are as follows:

TPT Retirement Solutions - The Growth Plan

The company participates in the scheme, a multi-employer scheme which provides benefits to some 950 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

20. EMPLOYEE BENEFIT OBLIGATIONS - continued

The scheme is classified as a 'last man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2017. This actuarial valuation showed assets of £794.9m, liabilities of £926.4m and a deficit of £131.5m. To eliminate this funding shortfall, the Trustees have asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2020 to 31 January 2025 - £11,243,000 per annum
(payable monthly and increasing by 3% each 1st April)

Unless a concession has been agreed with the Trustee the term to 31 January 2025 applies.

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities. The allocation for Humbercare Limited has been calculated as follows:

From 1 April 2020 to 31 January 2025 - £4,453 per annum

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2022 £	2021 £
Present value of provision	<u>4,654</u>	<u>18,123</u>

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2022 £	2021 £
Provision at start of period	18,123	21,474
Unwinding of the discount factor (interest expense)	105	482
Deficit contribution paid	(4,586)	(4,453)
Remeasurements - impact of any change in assumptions	(107)	620
Remeasurements - amendments to the contribution schedule	<u>(8,881)</u>	<u>-</u>
Provision at end of period	<u>4,654</u>	<u>18,123</u>

INCOME AND EXPENDITURE IMPACT

	2022 £	2021 £
Interest expense	105	482
Remeasurements - impact of any change in assumptions	(107)	620
Remeasurements - amendments to the contribution schedule	<u>(8,881)</u>	<u>-</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

20. EMPLOYEE BENEFIT OBLIGATIONS - continued

ASSUMPTIONS

	2021 %	2021 %
Rate of discount	2.35	0.66

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

TPT Retirement Solutions - Career Average Revalued Earnings ("CARE") Pension Scheme

The company participates in the scheme, a multi-employer scheme which provides benefits to some 41 non-associated employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2016. This actuarial valuation showed assets of £60.45m, liabilities of £85.30m and a deficit of £24.86m. To eliminate this funding shortfall, the Trustee asked participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2020 to 30 November 2028 - £1,400,000 per annum
(payable monthly and increasing by 3% each 1st April)

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities. The allocation for Humbercare Limited has been calculated as follows:

From 1 April 2020 to 30 November 2028 - £43,000 per annum

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2022 £	2021 £
Present value of provision	<u>264,983</u>	<u>320,346</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

20. EMPLOYEE BENEFIT OBLIGATIONS - continued

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2022 £	2021 £
Provision at start of period	320,346	379,000
Unwinding of the discount factor (interest expense)	2,891	9,212
Deficit contribution paid	(46,820)	(43,500)
Remeasurements - impact of any change in assumptions	(11,434)	15,636
Remeasurements - amendments to the contribution schedule	-	(40,002)
Provision at end of period	<u>264,983</u>	<u>320,346</u>

INCOME AND EXPENDITURE IMPACT

	2022 £	2021 £
Interest expense	2,891	9,212
Remeasurements - impact of any change in assumptions	(11,434)	15,636
Remeasurements - amendments to the contribution schedule	-	(40,002)

ASSUMPTIONS

	2022 %	2021 %
Rate of discount	2.55	0.98

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

Defined contribution scheme

East Riding of Yorkshire Pension Fund

Humbercare Limited ceased to be an employing authority in the East Riding Pension Fund on 9 January 2014. The fund previously provided retirement benefits for two employees and was a defined benefit scheme. The value of the fund at the date of cessation, and still outstanding to date, has been calculated at £44,040 (2021: £46,868).

21. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2022.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2022

22. ULTIMATE CONTROLLING PARTY

The charitable company, being limited by guarantee, has no share capital and was controlled throughout the period by its members and therefore no one party had ultimate control.

23. INDEMNITY INSURANCE

The current cover for indemnity insurance for the charity and charity trustees is £1,000,000 (2021 £1,000,000).

Humbercare Limited

Detailed Statement of Financial Activities

for the year ended 31st March 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Other income	1,739	5,145
Donations	9,665	1,094
Sir James Reckitt Charity	<u>15,000</u>	<u>15,000</u>
	26,404	21,239
Investment income		
Dividends received	893	873
Interest received	<u>-</u>	<u>6</u>
	893	879
Charitable activities		
Grants	2,281,550	2,823,986
University of Hull	9,000	7,600
Supporters Lodgings Providers	107,043	92,605
Rents received	<u>5,638,270</u>	<u>5,273,746</u>
	8,035,863	8,197,937
Total incoming resources	8,063,160	8,220,055
EXPENDITURE		
Charitable activities		
Wages	2,637,525	2,742,645
Social security	221,303	224,082
Pensions	149,114	146,197
Client properties rent	2,494,782	2,511,140
Client properties rates, utilities and cleaning	162,148	251,736
Client properties repairs	582,681	340,329
Payments to carers	27,875	52,642
Consultancy fees	481,360	454,944
Other staff costs	195,731	255,155
Staff recruitment	25,722	4,803
Staff travel and subsistence	34,778	31,588
Staff training	23,768	13,609
Fines and penalties	11,034	6,580
Depreciation of tangible fixed assets	32,144	18,154
Loss on sale of tangible fixed assets	11,271	-
Interest on pension scheme liabilities	<u>6,424</u>	<u>11,665</u>
	7,097,660	7,065,269

This page does not form part of the statutory financial statements

Humbercare Limited

Detailed Statement of Financial Activities for the year ended 31st March 2022

	2022 £	2021 £
Support costs		
Administration		
Bad debts	4,650	-
Office rent, rates, utilities and cleaning	89,190	77,732
Insurances	186,761	179,120
Telephones	100,745	76,318
Printing, stationery and postage	60,756	53,887
IT support	69,047	46,146
Memberships and subscriptions	30,256	37,484
Health and safety	10,516	13,045
Motor expenses	3,662	11,115
Sundry expenses	3,630	2,831
Depreciation of tangible and heritage assets	<u>11,267</u>	<u>11,266</u>
	570,480	508,944
Governance costs		
Legal and professional fees	7,514	4,081
Audit and accountancy fees	<u>37,182</u>	<u>42,031</u>
	44,696	46,112
Total resources expended	<u>7,712,836</u>	<u>7,620,325</u>
Net income before gains and losses	350,324	599,730
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	<u>(4,399)</u>	<u>10,304</u>
Net income	<u>345,925</u>	<u>610,034</u>

This page does not form part of the statutory financial statements

HUMBERCARE LIMITED

England & Wales - Charity number 702269

Accounts



Smailes Goldie Group
CREATING ADVANTAGE



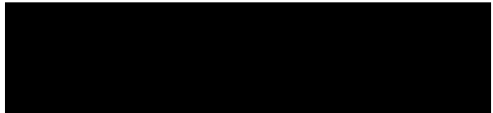
REGISTERED NUMBER:02432547

Humbercare Limited

(A Company Limited by Guarantee)

Financial Statements

31 March 2021



WEDNESDAY



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COMPANIES HOUSE



Smailes Goldie Group is a trading name of Smailes Goldie Partnership.



Humbercare Limited

**Contents of the Financial Statements
for the year ended 31st March 2021**

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Humbercare Limited

**Reference and Administrative Details
for the year ended 31st March 2021**

TRUSTEES

L Alderson-Speight
P Robinson
D Walker
G Ziae
P L Arksey

KEY MANAGEMENT PERSONNEL

R McKinnon
M Mercer
J A Tribe
K Altman

COMPANY SECRETARY

R McKinnon

REGISTERED OFFICE

81 Beverley Road
Hull
East Yorkshire
HU3 1XR

**REGISTERED COMPANY
NUMBER**

02432547 (England and Wales)

**REGISTERED CHARITY
NUMBER**

702269

INDEPENDENT AUDITORS

Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

Humbercare Limited

Report of the Trustees for the year ended 31st March 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Statement of Purpose

Humbercare - an enabling organisation dedicated to providing quality and innovative services to adults and young people in need.

Belief

All people should have the opportunity to realise their potential, improve their skills, optimise their life chances and become responsible members of the community.

Strategic Aims

- To provide quality and value driven services;
- To provide services that contribute to the safety and wellbeing of our community;
To utilise the organisation's resources, expertise and reputation in its skill base using Care Quality Commission accreditation, Investors in People and Matrix awards to be an employer of choice in the voluntary sector.

Values

- Effectiveness - services that are outcome focused and improve our community;
- Efficiency - viable services that are cost effective with added value;
Facilitating Positive Change - assisting and creating opportunities for people to optimise their life chances;
- Belief in Diversity - to acknowledge and respect all individuals.

Significant activities

Humbercare delivers a range of person-centred services to vulnerable young people and adults. Our innovative community-based support packages include mentoring and volunteering, accommodation based and non-accommodation-based, including mental health crisis support, housing-related support services and supported lodgings. All our services are outcome focussed. Humbercare supply services on behalf of the following local authorities and organisations Hull City Council, Northeast Lincolnshire Council & Clinical Commissioning Group, East Riding of Yorkshire Council, University of Hull Humber Trust, National Probation Service and the University of Hull.

Public benefit

During the past financial year, Humbercare has worked with over 4,000 people by helping them to maintain their accommodation, by helping them motivate themselves regarding learning and employment, by acting as role models and advocates, to enable them to become valuable members of the community and therefore to reduce offending and improve the community for everyone.

Contribution of Volunteers

Management Committee

Humbercare's Management Committee are volunteers and they commit themselves to 6 meetings per year with the possibility of more for those who are involved in a sub-committee.

Mentors/Volunteers

Humbercare had 62 mentors/volunteers per year. They have completed 8,266 voluntary hours in the following areas: life skills and budgeting, literacy and numeracy, befriending/role modelling, employment and training support, education support, accommodation support.

Humbercare Limited

Report of the Trustees for the year ended 31st March 2021

FINANCIAL REVIEW

Financial position

The results for the year and the financial position of the company are shown in the annexed financial statements.

Overall, excluding losses (2020: gains) on pension schemes, the company made a surplus in this operating year of £610,034 (2019: £206,806 deficit). This represents a surplus of £10,304 (2020: £3,889 deficit) on restricted funds and a surplus (2020: deficit) of £599,730 (2020: £202,917) on unrestricted funds.

The surplus is a result of the Senior Management Team investing in infrastructure to support 3 of the organisations most demanding services to deliver the highest standard possible and to ensure that the organisation can respond and be competitive in future procurement exercises. This includes investment in our property portfolio, personnel, on-going upgrades to internal software and information technology. The investments will assist the organisation in increasing its annual income over the next 3-5 years and continuing to deliver high-quality services meeting the requirements of the communities the organisation works with. During this financial year, there has been continued investment into the Finance team in terms of on-going updates to systems and infrastructure to meet the growing demands of the organisation.

As at 31st March, 2021 unrestricted reserves were negative £308,720 (2020: £892,081) whilst restricted reserves were £34,693 (2020: £24,389).

Grant Making Policy

Humbercare is only able to provide grants to individuals who are using our projects or are referred by statutory or other voluntary organisations.

Investment Policy

All surplus funds are invested with the Charity's bankers either on deposit or in a current account with the exception of a number of shares and unit trusts (market value £34,693 as at 31st March 2021) transferred to Humbercare from HACRO (Hull & East Riding Association for the Care and Resettlement of Offenders) in May, 2001.

Reserves policy

The Trustees have established a policy whereby unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity will be expended at the Trustees' discretion in furtherance of any of the Charity's objects. Reserves are required to cover:

- any redundancy costs that become due, together with winding up and associated legal costs;
- working capital for running the core;
- exceptional and unforeseen expenditure; and
- grants received in arrears to ensure cash flow remains healthy.

The present level of free reserves is a deficit of £308,720. This position has arisen primarily as a result of the recognition of pension fund deficit arrangement totalling £407,688. It has been agreed that this deficit is to be repaid by monthly instalments until 2028.

The trustees propose to build free reserves and strengthen the financial position of the charity by reducing debtor repayment days and by continued close control of spending and regular monitoring against prudent budgets. Due to the charity's ongoing successful expansion, it is felt that the charity is able to continue its ongoing funded activities, or in the event of a significant drop in funding and the charity being wound up meet redundancy and associated legal costs.

FUTURE STRATEGY

Humbercare Limited has in place a three year business strategy and yearly plans which set out to continue the activities as outlined above in the forthcoming years subject to satisfactory funding arrangements. These projects may be subject to further development and expansion in the future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Humbercare Limited

Report of the Trustees for the year ended 31st March 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution

The company was established in September 1989 under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Members of the management committee

Trustees and key management who served during the year and up to the date of this report are set out on page 1.

Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31st March, 2021 was 5. (2020 - 5).

Recruitment, appointment, induction and training of new trustees

The directors of the Management Committee are elected at the AGM to serve a period of 3 years with one third of all directors retiring annually, and being eligible, offering themselves for re-election at the forthcoming Annual General Meeting. To ensure induction to Humbercare Limited, Management Committee Trustees receive all relevant documentation and information relating to their role as a Trustee and all relevant information relating to Humbercare.

Key management remuneration

Key management remuneration is set by the board, based on market rates commensurate with level of sector experience. The company does not offer a company car scheme.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

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

This report was approved by the Board on 10/11/21 and signed on its behalf by:

Humbercare Limited

**Report of the Trustees
for the year ended 31st March 2021**

A handwritten signature in black ink, appearing to be 'R McKinnon', written over a horizontal dotted line.

R McKinnon - Secretary

Report of the Independent Auditors to the Members of Humbercare Limited

Opinion

We have audited the financial statements of Humbercare Limited (the 'charitable company') for the year ended 31st March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Material uncertainty related to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

**Report of the Independent Auditors to the Members of
Humbercare Limited**

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Members of Humbercare Limited

Our responsibilities for the audit of the financial statements

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

The extent to which the audit was considered capable of detecting irregularities including fraud

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation. An understanding of these laws and regulations and the extent of compliance was obtained through discussion with management and inspecting legal and regulatory correspondence.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with relevant regulators and legal advisors.

Due to 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. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission, or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of
Humbercare Limited**

Use of our report

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

James Sharpley FCA (Senior Statutory Auditor)
for and on behalf of Smailes Goldie
Chartered Accountants
Statutory Auditor
Regent's Court
Princess Street
Hull
East Yorkshire HU2 8BA

Date:

Humbercare Limited

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the year ended 31st March 2021**

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	6,239	15,000	21,239	41,067
Charitable activities	5				
Advice and support		8,197,937	-	8,197,937	7,029,656
Investment income	4	6	873	879	1,265
Total		8,204,182	15,873	8,220,055	7,071,988
EXPENDITURE ON					
Raising funds	6	-	-	-	12,508
Charitable activities	7				
Advice and support		7,604,452	15,873	7,620,325	7,262,397
Total		7,604,452	15,873	7,620,325	7,274,905
Net gains/(losses) on investments		-	10,304	10,304	(3,889)
NET INCOME/(EXPENDITURE)		599,730	10,304	610,034	(206,806)
Other recognised gains/(losses)					
Actuarial gains/(losses) on defined benefit schemes		(16,369)	-	(16,369)	16,582
Net movement in funds		583,361	10,304	593,665	(190,224)
RECONCILIATION OF FUNDS					
Total funds brought forward		(892,081)	24,389	(867,692)	(677,468)
TOTAL FUNDS CARRIED FORWARD		(308,720)	34,693	(274,027)	(867,692)

The notes form part of these financial statements

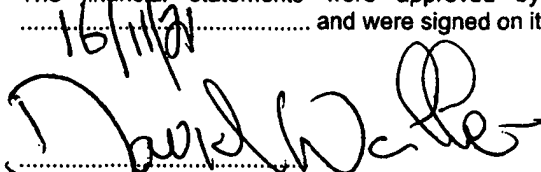
Humbercare Limited

**Balance Sheet
31st March 2021**

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	13	87,757	84,378
Investments	14	34,693	24,389
		<u>122,450</u>	<u>108,767</u>
CURRENT ASSETS			
Debtors	15	583,569	328,716
Cash at bank and in hand		137,945	155,635
		<u>721,514</u>	<u>484,351</u>
CREDITORS			
Amounts falling due within one year	16	(706,138)	(1,007,041)
		<u>15,376</u>	<u>(522,690)</u>
NET CURRENT ASSETS/(LIABILITIES)			
		<u>137,826</u>	<u>(413,923)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
CREDITORS			
Amounts falling due after more than one year	17	(4,165)	(6,663)
PENSION LIABILITY			
	22	(407,688)	(447,106)
NET ASSETS/(LIABILITIES)			
		<u>(274,027)</u>	<u>(867,692)</u>
FUNDS			
Unrestricted funds	21	(308,720)	(892,081)
Restricted funds		34,693	24,389
TOTAL FUNDS			
		<u>(274,027)</u>	<u>(867,692)</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 16/11/21 and were signed on its behalf by:


D Walker Trustee

Humbercare Limited**Cash Flow Statement
for the year ended 31st March 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	25	<u>18,089</u>	<u>178,946</u>
Net cash provided by operating activities		<u>18,089</u>	<u>178,946</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(32,799)	(23,631)
Loss on investments		10,304	
Interest received		6	347
Dividends received		873	918
Net cash used in investing activities		<u>(21,616)</u>	<u>(22,366)</u>
Cash flows from financing activities			
Capital repayments in year		(2,498)	9,162
Unwinding of pension discount factor		(11,665)	7,652
Net cash (used in)/provided by financing activities		<u>(14,163)</u>	<u>16,814</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>155,635</u>	<u>(17,759)</u>
Cash and cash equivalents at the end of the reporting period		<u>137,945</u>	<u>155,635</u>

The notes form part of these financial statements

Humbercare Limited

Notes to the Financial Statements for the year ended 31st March 2021

1. COMPANY INFORMATION

Humbercare Limited is a charitable company limited by guarantee and was incorporated in the United Kingdom on 16th October 1989 and registered as a charity on 7th December 1989. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 1 of these financial statements.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

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

Going concern

At the Balance Sheet date, the company's net current assets and net liabilities stand at £15,376 and £274,027 respectively. During the year to 31 March 2021, additional funding was sourced for the existing activities which are expected to generate economic benefit for the company in future years.

It is the directors' view that these conditions no longer represent a material uncertainty over the company's ability to operate as a going concern.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds and any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether capital or revenue, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the delivery of specific deliverables is deferred until the criteria for income recognition are met.

The value of services provided by volunteers are not included.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly and general costs are apportioned on an appropriate basis e.g. number of staff employed on each project.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2021

2. ACCOUNTING POLICIES - continued

Allocation and apportionment of costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and accounting costs.

Tangible fixed assets

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

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Westbourne improvements	- over 10 years
Fixtures and fittings	- over 3 years
Motor vehicles	- over 5 years
Computer equipment	- over 3 years

Taxation

Humbercare Limited is a UK registered charity and all of its income is applied to the achievement of its charitable objects. The charitable company is therefore exempt under current legislation from most forms of taxation.

Fund accounting

Unrestricted funds

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

Restricted funds

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

Further explanation of the nature and purpose of each fund is included in the Report of the Trustees.

Impairment

Assets not measured at fair value are reviewed for any indication that the asset may be impaired at each balance sheet date. If such indication exists, the recoverable amount of the asset, or the asset's cash generating unit, is estimated and compared to the carrying amount. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the statement of financial activities unless the asset is carried at a revalued amount where the impairment loss is a revaluation decrease.

Pension costs and other post-retirement benefits

The company operates both a defined contribution pension scheme and a defined benefits scheme. The assets of the schemes are held separately from those of the company in independently administered funds. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. There is no liability under the defined benefit scheme other than the payment of those contributions.

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.

Humbercare Limited**Notes to the Financial Statements - continued
for the year ended 31st March 2021****3. DONATIONS AND LEGACIES**

	2021	2020
	£	£
Gifts	5,145	22,949
Donations	1,094	3,118
Sir James Reckitt Charity	15,000	15,000
	<u>21,239</u>	<u>41,067</u>

Gifts in kind comprise white goods, furniture and equipment, food parcels and other forms of assistance to clients.

4. INVESTMENT INCOME

	2021	2020
	£	£
Dividends received	873	918
Interest received	6	347
	<u>879</u>	<u>1,265</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2021	2020
	Advice and support £	Total activities £
Grants	2,823,986	2,791,618
University of Hull	7,600	22,600
Supporters Lodgings Providers	92,605	116,521
Rents received	5,273,746	4,098,917
	<u>8,197,937</u>	<u>7,029,656</u>

Grants received, included in the above, are as follows:

	2021	2020
	£	£
Hull City Council	2,127,655	2,081,243
North East Lincolnshire Council	421,478	408,264
Humberside Probation Service	57,042	50,971
Social Services	87,490	82,205
Humber NHS Foundation	130,321	168,935
	<u>2,823,986</u>	<u>2,791,618</u>

Humbercare Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

6. RAISING FUNDS

Raising donations and legacies

	2021 £	2020 £
Staff costs	-	12,508

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Advice and support	7,065,269	555,056	7,620,325

8. SUPPORT COSTS

	Administration £	Governance costs £	Totals £
Advice and support	508,944	46,112	555,056

9. NET INCOME/(EXPENDITURE)

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

	2021 £	2020 £
Depreciation - owned assets	29,420	35,121
Auditors' remuneration	10,600	10,200
Operating lease rentals - land and buildings	2,511,140	2,335,222

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2021 nor for the year ended 31st March 2020.

Trustees' expenses

Travel costs amounting to £nil (2020: £44) were reimbursed to members of the Management Committee.

11. STAFF COSTS

	2021 £	2020 £
Wages and salaries	2,742,645	2,692,906
Social security costs	224,082	212,814
Other pension costs	146,197	148,560
	3,112,924	3,054,280

Humbercare Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

11. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	2021	2020
Management and administration	15	12
Project co-ordinators and workers	129	131
	<u>144</u>	<u>143</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2021	2020
£60,001 - £70,000	1	1
£70,001 - £80,000	1	1
	<u>2</u>	<u>2</u>

Total remuneration for key management personnel is £279,823 (2020: £285,326).

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	26,067	15,000	41,067
Charitable activities			
Advice and support	7,029,656	-	7,029,656
Investment income	347	918	1,265
Total	<u>7,056,070</u>	<u>15,918</u>	<u>7,071,988</u>
EXPENDITURE ON			
Raising funds	12,508	-	12,508
Charitable activities			
Advice and support	7,246,479	15,918	7,262,397
Total	<u>7,258,987</u>	<u>15,918</u>	<u>7,274,905</u>
Net gains/(losses) on investments	-	(3,889)	(3,889)
NET INCOME/(EXPENDITURE)	<u>(202,917)</u>	<u>(3,889)</u>	<u>(206,806)</u>
Other recognised gains/(losses)			
Actuarial gains on defined benefit schemes	16,582	-	16,582
Net movement in funds	<u>(186,335)</u>	<u>(3,889)</u>	<u>(190,224)</u>

Humbercare Limited

Notes to the Financial Statements - continued
for the year ended 31st March 2021

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	(705,746)	28,278	(677,468)
TOTAL FUNDS CARRIED FORWARD	(892,081)	24,389	(867,692)

13. TANGIBLE FIXED ASSETS

	Westbourne Improvements £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1st April 2020	112,667	30,602	52,685	178,172	374,126
Additions	-	-	-	32,799	32,799
At 31st March 2021	112,667	30,602	52,685	210,971	406,925
DEPRECIATION					
At 1st April 2020	55,294	30,018	44,354	160,082	289,748
Charge for year	11,266	195	2,999	14,960	29,420
At 31st March 2021	66,560	30,213	47,353	175,042	319,168
NET BOOK VALUE					
At 31st March 2021	46,107	389	5,332	35,929	87,757
At 31st March 2020	57,373	584	8,331	18,090	84,378

14. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1st April 2020	24,389
Revaluations	10,304
At 31st March 2021	34,693
NET BOOK VALUE	
At 31st March 2021	34,693
At 31st March 2020	24,389

There were no investment assets outside the UK.

The historical cost of the investments as at 31 March 2021 was £10,273 (2020 £10,273).

Humbercare Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	30,651	50,506
Other debtors	2,142	56,607
Prepayments and accrued income	550,776	221,603
	<u>583,569</u>	<u>328,716</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Hire purchase (see note 18)	2,499	2,499
Trade creditors	378,348	415,627
Social security and other taxes	100,749	154,127
Other creditors	24,296	24,981
Accruals and deferred income	200,246	409,807
	<u>706,138</u>	<u>1,007,041</u>

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

	2021	2020
	£	£
Hire purchase (see note 18)	4,165	6,663
	<u>4,165</u>	<u>6,663</u>

18. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2021	2020
	£	£
Net obligations repayable:		
Within one year	2,499	2,499
Between one and five years	4,165	6,663
	<u>6,664</u>	<u>9,162</u>
	Non-cancellable operating leases	
	2021	2020
	£	£
Within one year	2,419,020	2,359,565
Between one and five years	8,296,449	8,176,107
In more than five years	4,603	-
	<u>10,720,072</u>	<u>10,535,672</u>

Humbercare Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

19. SECURED DEBTS

The bank overdraft is secured over the assets of the company.

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
Fixed assets	87,757	-	87,757	84,378
Investments	-	34,693	34,693	24,389
Current assets	721,514	-	721,514	484,351
Current liabilities	(706,138)	-	(706,138)	(1,007,041)
Long term liabilities	(4,165)	-	(4,165)	(6,663)
Pension liability	(407,688)	-	(407,688)	(447,106)
	<u>(308,720)</u>	<u>34,693</u>	<u>(274,027)</u>	<u>(867,692)</u>

21. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	(892,081)	583,361	(308,720)
Restricted funds			
HACRO	24,389	10,304	34,693
TOTAL FUNDS	<u>(867,692)</u>	<u>593,665</u>	<u>(274,027)</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	8,204,182	(7,604,452)	(16,369)	583,361
Restricted funds				
J. Reckitt - Restricted	15,000	(15,000)	-	-
HACRO	873	(873)	10,304	10,304
	<u>15,873</u>	<u>(15,873)</u>	<u>10,304</u>	<u>10,304</u>
TOTAL FUNDS	<u>8,220,055</u>	<u>(7,620,325)</u>	<u>(6,065)</u>	<u>593,665</u>

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2021

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	(705,746)	(186,335)	(892,081)
Restricted funds			
HACRO	28,278	(3,889)	24,389
TOTAL FUNDS	<u>(677,468)</u>	<u>(190,224)</u>	<u>(867,692)</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	7,056,070	(7,258,987)	16,582	(186,335)
Restricted funds				
J. Reckitt - Restricted	15,000	(15,000)	-	-
HACRO	918	(918)	(3,889)	(3,889)
	<u>15,918</u>	<u>(15,918)</u>	<u>(3,889)</u>	<u>(3,889)</u>
TOTAL FUNDS	<u>7,071,988</u>	<u>(7,274,905)</u>	<u>12,693</u>	<u>(190,224)</u>

22. EMPLOYEE BENEFIT OBLIGATIONS

Humbercare Limited operates various pension schemes resulting in a pensions charge in the Statement of Financial Activities of £138,340 (2020: £148,560). There were outstanding contributions of £24,055 (2020: £24,305) at the year end.

Details of the various schemes are as follows:

TPT Retirement Solutions - The Growth Plan

The company participates in the scheme, a multi-employer scheme which provides benefits to some 950 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2021

22. EMPLOYEE BENEFIT OBLIGATIONS - continued

A full actuarial valuation for the scheme was carried out at 30 September 2017. This actuarial valuation showed assets of £794.9m, liabilities of £926.4m and a deficit of £131.5m. To eliminate this funding shortfall, the Trustees has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2020 to 31 January 2025 - £11,243,000 per annum
(payable monthly and increasing by 3% each 1st April)

Unless a concession has been agreed with the Trustee the term to 31 January 2025 applies.

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities. The allocation for Humbercare Limited has been calculated as follows:

From 1 April 2020 to 31 January 2025 - £4,453 per annum

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2021	2020
	£	£
Present value of provision	<u>18,123</u>	<u>21,474</u>

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2021	2020
	£	£
Provision at start of period	21,474	26,050
Unwinding of the discount factor (interest expense)	482	329
Deficit contribution paid	(4,453)	(4,323)
Remeasurements - impact of any change in assumptions	620	(582)
Remeasurements - amendments to the contribution schedule	-	-
Provision at end of period	<u>18,123</u>	<u>21,474</u>

INCOME AND EXPENDITURE IMPACT

	2021	2020
	£	£
Interest expense	482	329
Remeasurements - impact of any change in assumptions	620	(582)
Remeasurements - amendments to the contribution schedule	-	-

ASSUMPTIONS

	2021	2020
	%	%
Rate of discount	0.66	2.53

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

Humbercare Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

22. EMPLOYEE BENEFIT OBLIGATIONS - continued

TPT Retirement Solutions - Career Average Revalued Earnings ("CARE") Pension Scheme

The company participates in the scheme, a multi-employer scheme which provides benefits to some 41 non-associated employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2016. This actuarial valuation showed assets of £60.45m, liabilities of £85.30m and a deficit of £24.86m. To eliminate this funding shortfall, the Trustee asked participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2020 to 30 November 2028 - £1,400,000 per annum
(payable monthly and increasing by 3% each 1st April)

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the scheme liabilities. The allocation for Humbercare Limited has been calculated as follows:

From 1 April 2020 to 30 November 2028 - £43,000 per annum

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

PRESENT VALUES OF PROVISION

	2021	2020
	£	£
Present value of provision	<u>320,346</u>	<u>379,000</u>

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	2021	2020
	£	£
Provision at start of period	379,000	431,000
Unwinding of the discount factor (interest expense)	9,212	6,000
Deficit contribution paid	(43,500)	(42,000)
Remeasurements - impact of any change in assumptions	15,636	(16,000)
Remeasurements - amendments to the contribution schedule	(40,002)	
Provision at end of period	<u>320,346</u>	<u>379,000</u>

INCOME AND EXPENDITURE IMPACT

2021	2020
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Humbercare Limited

Notes to the Financial Statements - continued for the year ended 31st March 2021

22. EMPLOYEE BENEFIT OBLIGATIONS - continued

	£	£
Interest expense	9,212	6,000
Remeasurements - impact of any change in assumptions	15,636	(16,000)
Remeasurements - amendments to the contribution schedule	(40,002)	-

ASSUMPTIONS

	2021 %	2020 %
Rate of discount	0.98	2.58

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

Defined contribution scheme

East Riding of Yorkshire Pension Fund

Humbercare Limited ceased to be an employing authority in the East Riding Pension Fund on 9 January 2014. The fund previously provided retirement benefits for two employees and was a defined benefit scheme. The value of the fund at the date of cessation, and still outstanding to date, has been calculated at £46,868 (2019: £64,545).

23. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2021.

24. ULTIMATE CONTROLLING PARTY

The charitable company, being limited by guarantee, has no share capital and was controlled throughout the period by its members and therefore no one party had ultimate control.

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

	2021 £	2020 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	610,034	(206,806)
Adjustments for:		
Depreciation charges	29,420	35,121
(Gain)/losses on investments	(10,304)	3,889
Interest received	(6)	(347)
Dividends received	(873)	(918)
(Increase)/decrease in debtors	(254,853)	110,710
(Decrease)/increase in creditors	(300,903)	302,853
Difference between pension charge and cash contributions	(54,426)	(65,556)
Net cash provided by operations	18,089	178,946

26.. ANALYSIS OF CHANGES IN NET FUNDS

At 1.4.20 Cash flow At 31.3.21

Humbercare Limited

**Notes to the Financial Statements - continued
for the year ended 31st March 2021**

26.. ANALYSIS OF CHANGES IN NET FUNDS - continued

	£	£	£
Net cash			
Cash at bank and in hand	<u>155,635</u>	<u>(17,690)</u>	<u>137,945</u>
	<u>155,635</u>	<u>(17,690)</u>	<u>137,945</u>
Debt			
Finance leases	<u>(9,162)</u>	<u>2,498</u>	<u>(6,664)</u>
	<u>(9,162)</u>	<u>2,498</u>	<u>(6,664)</u>
Total	<u><u>146,473</u></u>	<u><u>(15,192)</u></u>	<u><u>131,281</u></u>

27. INDEMNITY INSURANCE

The current cover for indemnity insurance for the charity and charity trustees is £1,000,000 (2020 £1,000,000).

Humbercare Limited**Detailed Statement of Financial Activities
for the year ended 31st March 2021**

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gifts	5,145	22,949
Donations	1,094	3,118
Sir James Reckitt Charity	15,000	15,000
	<u>21,239</u>	<u>41,067</u>
Investment income		
Dividends received	873	918
Interest received	6	347
	<u>879</u>	<u>1,265</u>
Charitable activities		
Grants	2,823,986	2,791,618
University of Hull	7,600	22,600
Supporters Lodgings Providers	92,605	116,521
Rents received	5,273,746	4,098,917
	<u>8,197,937</u>	<u>7,029,656</u>
Total Incoming resources	<u>8,220,055</u>	<u>7,071,988</u>
EXPENDITURE		
Raising donations and legacies		
Wages	-	12,508
Charitable activities		
Wages	2,742,645	2,136,701
Social security	224,082	212,814
Pensions	146,197	148,560
Client properties rent	2,511,140	2,335,222
Client properties rates, utilities and cleaning	251,736	211,068
Client properties repairs	340,329	313,145
Payments to carers	52,642	104,156
Consultancy fees	454,944	380,380
Other staff costs	255,155	144,732
Staff recruitment	4,803	8,333
Staff travel and subsistence	31,588	51,250
Staff training	13,609	19,771
Fines and penalties	6,580	6,979
Depreciation of tangible fixed assets	18,154	14,201
Interest on pension scheme liabilities	11,665	7,652
	<u>7,065,269</u>	<u>6,094,964</u>
Support costs		

This page does not form part of the statutory financial statements

Humbercare Limited**Detailed Statement of Financial Activities
for the year ended 31st March 2021**

	2021 £	2020 £
Support costs		
Administration		
Wages	-	543,697
Bad debts	-	35,099
Office rent, rates, utilities and cleaning	77,732	82,574
Insurances	179,120	89,008
Telephones	76,318	94,687
Printing, stationery and postage	53,887	55,932
IT support	46,146	43,916
Memberships and subscriptions	37,484	22,429
Health and safety	13,045	4,497
Motor expenses	11,115	6,775
Sundry expenses	2,831	2,424
Depreciation of tangible and heritage assets	11,266	20,920
	<u>508,944</u>	<u>1,001,958</u>
Governance costs		
Legal and professional fees	4,081	122,537
Audit and accountancy fees	42,031	42,894
Committee expenses	-	44
	<u>46,112</u>	<u>165,475</u>
Total resources expended	<u>7,620,325</u>	<u>7,274,905</u>
Net income/(expenditure) before gains and losses	<u>599,730</u>	<u>(202,917)</u>
Realised recognised gains and losses		
Realised gains/(losses) on fixed asset investments	10,304	(3,889)
Net income/(expenditure)	<u><u>610,034</u></u>	<u><u>(206,806)</u></u>

This page does not form part of the statutory financial statements