

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

**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.

**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.

**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:



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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	6				
Accommodation, advice and support		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	7				
Accommodation, advice and support		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
		240,097	211,346
CURRENT ASSETS			
Debtors	15	538,753	337,470
Cash at bank and in hand		823,169	588,811
		1,361,922	926,281
CREDITORS			
Amounts falling due within one year	16	(619,014)	(612,649)
NET CURRENT ASSETS		742,908	313,632
TOTAL ASSETS LESS CURRENT LIABILITIES		983,005	524,978
PROVISIONS FOR LIABILITIES	18	(355,000)	-
PENSION LIABILITY	21	(144,971)	(213,539)
NET ASSETS/(LIABILITIES)		483,034	311,439
FUNDS	20		
Unrestricted funds		451,872	283,664
Restricted funds		31,162	27,775
TOTAL FUNDS		483,034	311,439

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
	588,811	234,358	823,169
Debt			
Finance leases	(1,666)	1,666	-
	(1,666)	1,666	-
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	<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 Accommodation, advice and support £	2023 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	<u>2,691,023</u>	<u>2,639,590</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	355,000	-

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)
	451,872	31,162	483,034	311,439

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	311,439	171,595	483,034

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
	20,000	(20,000)	3,387	3,387
TOTAL FUNDS	9,823,923	(9,682,680)	30,352	171,595

**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	143,821	210,809

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	143,821	210,809

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

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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
	801,626	641,062
Governance costs		
Legal and professional fees	27,038	10,274
Audit and accountancy fees	39,142	40,412
	66,180	50,686
Total resources expended	9,682,680	8,268,417
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	144,630	172,070

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