

FUSION HOUSING KIRKLEES LIMITED
(a company limited by guarantee)

FINANCIAL STATEMENTS

31 MARCH 2021

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Company registration number: 08158320
Registered charity number: 1151483

FUSION HOUSING KIRKLEES LIMITED

CHARITY REFERENCE AND ADMINISTRATIVE DETAILS

FOR THE YEAR ENDED 31 MARCH 2021

Charity name: Fusion Housing Kirklees Limited

Charity number: 1151483

Company number: 08158320

Trustees:

D J Binns
 E Cannell
 D Hullock
 K Knott
 C Ledwon
 M A Leith
 C Lorenzelli
 R B Maysun (Resigned 31 March 2021)
 D P Moriarty
 C A Pattison
 S Smith
 N J Tarren
 M Vangrove
 H L Walsh (Resigned 31 March 2021)

Company Secretary H D Minett (Resigned 31 March 2021)

Principal and registered office: Pearl House, John William Street, Huddersfield, HD1 1BA

Auditors: Wheawill & Sudworth Limited, Chartered Accountants, 35 Westgate, Huddersfield, HD1 1PA

Principal bankers: National Westminster Bank, 8 Market Place, Huddersfield, HD1 2AN

FUSION HOUSING KIRKLEES LIMITED

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report and the audited financial statement of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities as updated by Bulletin 1 in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014.

The Directors of the charitable company (the charity) are its Trustees for the purposes of charity law and throughout this report are collectively referred to as the Trustees.

As part of the Statement of Recommended Practice (SORP) regulations a Trustees Annual Report is required together with the financial audit and it is therefore logical and efficient to embed its business, finance, strategic plans and reviews into this Report.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the Charity are the prevention or relief of poverty for public benefit particularly but not exclusively in West Yorkshire, particularly of people who are homeless, about to become homeless or who are in housing need by providing advice, advocacy, support and training in relation to health, housing, learning and employment.

Significant activities

Fusion Housing Kirklees provides housing support, advice and guidance in housing related matters to the citizens of Kirklees.

Public benefit and eligibility criteria

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the organisation's aims and objectives and in planning future activities.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

In year achievements/performance:

During the COVID-19 pandemic the organisation responded to the changes in ways of working directly with clients by implementing remote working, setting up new ways of providing one to one support, advice and guidance. We were successful in acquiring financial help from Esmée Fairbairn to alleviate the struggles clients were facing paying everyday utility bills. We also received funding to manage our response to the COVID-19 pandemic from the National Lottery Community Fund and The Access to Justice Foundation which supported our Legal Advice Services and enabled us to ensure our office spaces were a safe place to work and for clients to visit, as the restrictions began to lift. It was a tough year to get through but we managed the challenge to change to new ways of working well and continued to engage those hard to reach clients that needed even more support and guidance through the challenging time.

FUSION HOUSING KIRKLEES LIMITED

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021 (Continued)

Housing Advice

Between 1 April 2020 and 31 March 2021 our Housing Advice service assisted 340 clients. 37 households were prevented from being made homeless (for at least 6 months) where our team assisted in defending possession action, securing social and private sector housing. Covid-19 severely impacted client numbers. In particular the moratorium on Housing Possession proceedings and County Court closures meant that potential clients were protected from the threat of homelessness during the pandemic and the demand for Legal Advice Services was diminished.

The advice service provides, for public benefit, a confidential and not for profit advice service for individuals age 16 and over in the Kirklees and Wakefield areas. We provide specialist legal advice on housing and related matters including:

- Rent and Mortgage arrears – financial problems relating to housing, help with court applications to prevent eviction and claims for benefit to help pay housing costs.
- Notices to leave the home and threats of eviction
- Harassment and illegal eviction
- Court hearings for home repossession including representation via a Housing Possession Court Duty Scheme at Huddersfield and Wakefield County Courts
- Homelessness – prevention, applying for help and Challenging Local Authority decision
- Housing Benefit claims, decisions and overpayments
- Finding a place to live – advice about options in Kirklees

Initial Contact Service/Food and More Service

Our Initial Contact Service acts as the first point of contact to access other Fusion Services and provides initial advice and support on housing and related issues across Kirklees. During the period 502 clients accessed the service. Covid-19 severely impacted client numbers as referrals in to the service for assessment were diminished. Potential clients were not under the same threat of homelessness or able to move accommodation during the pandemic.

The Food and More service runs our Food Bank provision in Dewsbury where we have provided 2,883 food packs with 4,882 people in households benefiting from 100,254 meals over the year. Covid-19 severely increased client numbers as more families needed emergency assistance during the pandemic. The service also assisted 189 households with Furniture Packs via the Winter Fund.

Housing Support

Our Housing Related Support services provide comprehensive help for those who are both homeless and seeking accommodation or those who have accommodation they are at risk of losing. Clients are offered a combination of one to one support and group sessions to help them build skills they need to manage independently in their own home.

All schemes are accessible to single people, couples and families. Our current housing support service forms part of a Social Impact Bond Funded scheme KBOP, commissioned by Kirklees Council and delivered alongside eight other local organisations.

Between 1 April 2020 and 31 March 2021 our HOME's service provided accommodation to 430 households, ensuring that they found and maintained suitable accommodation and reducing the risk of them becoming homeless again in the future. During the Covid-19 pandemic services were delivered by phone and online, with in-person outreach support continuing to be offered to those most in need.

FUSION HOUSING KIRKLEES LIMITED

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021 (Continued)

HOMEs

Our HOMEs service provides accommodation for single people and single parent families who are homeless and require additional low level support to enable them to manage independently. Accommodation is available in the Kirklees, Wakefield and Calderdale areas and consists of both self-contained and shared living options. Tenants can stay for up to 2 years whilst they explore longer term options and receive the help they need to address issues they may have which put them at risk of homelessness.

Between 1 April 2020 and 31 March 2021, our HOMEs service provided accommodation to 316 clients in our managed tenancy service with 378 tenancies in management over the year. These were located in our three areas as follows:

Local Authority	Number of properties
Kirklees	222
Calderdale	51
Wakefield	43

We received 942 referrals during the year.

An additional 14 households have been supported through the issue of a Bond Guarantee allowing them to obtain a private rented tenancy without the need for the cash tenancy deposit which they would be unable to raise.

Learning and Employment

Our Learning staff design and deliver first level courses to increase learners' confidence and self-esteem to encourage them to move onto the next level and consider employment and/or voluntary work. Our Information and Guidance staff provide support into work and volunteering, including help with job search, CV's, childcare support, support engaging with employers and continued support when in employment.

Between 1 April 2020 and 31 March 2021, 110 individuals attended learning courses at Fusion and 336 individuals accessed our employment support service, with 118 of those finding and retaining employment.

Fundraising activities

Fusion Housing Kirklees funds are sought through grants and contracts with grant and contract making bodies.

FINANCIAL REVIEW

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

Principal Funding Sources

The principal funding sources are;

Kirklees Council
Kirklees Better Outcomes Partnership
Legal Aid Agency

Reserves Policy

Fusion Housing Kirklees will seek to ensure a minimum level of reserves of at least 5% of annual operating costs and will have flexibility at each accounting year for a reduction or increase of funds.

Going concern – Covid 19

The trustees have considered the impact of the Covid 19 pandemic on the charity during the year and for the future. Whilst acknowledging that operations could still be affected in the short-term at least, the Trustees believe they have put suitable measures in place to ensure that the charity will continue its activities going forward. The Trustees therefore believe that the preparation of the financial statements on the going concern basis is appropriate.

FUSION HOUSING KIRKLEES LIMITED

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021 (continued)

Future Plans

Fusion Housing Kirklees will seek to diversify and attract funds into the core business activities to secure the provision of quality, person centred, housing support and advice to those that are most at need. We will continue to develop our employment, education and training provision maintaining quality standards through matrix accreditation.

Key areas for future development identified are:

- To become a provider of social housing registered under the Housing & Regeneration Act 2008
- To develop our Food and More Service in North Kirklees and provide community/place based food and furniture support.
- To continue develop an outcome based 'Donor' income stream
- To explore further funding options for our Learning activities

Our bi-annual Staff Conference structure will continue to play a role in these developments and to identify other areas.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Company 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.

The company was established under a Memorandum of Association, which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Recruitment and appointment of new trustees

Recruitment of Trustees is done through advertisement in local press or through local agency bulletins and by nomination through existing members when a position becomes available.

New Trustees are appointed by Election where individuals are nominated (following their application) and are then elected onto the Board of Trustees by the organisation's members at an Annual General Meeting (AGM).

Organisational structure

The Trustees of the organisation hold responsibility to the organisation for decision making and delegate core functions to the organisations Director and Management Team.

Induction and training of new trustees

New trustees to the Fusion Housing Kirklees Board will go through an induction process and skills audit to ascertain any training needs. All trustees will have access to the organisations training programme in relation to the services provided.

Related parties

There are no related parties, and no transactions with trustees as determined by the Memorandum and Articles of Association.

FUSION HOUSING KIRKLEES LIMITED**TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021 (continued)****Directors**

The Directors during the year were:

D J Binns	
E Cannell	
D Hullock	
K Knott	
C Ledwon	
M A Leith	
C Lorenzelli	
R B Maysun	(Resigned 31 March 2021)
D P Moriarty	
C A Pattison	
S Smith	
N J Tarren	
M Vangrove	
H L Walsh	(Resigned 31 March 2021)

Auditors

Wheawill & Sudworth Limited were appointed as auditor for the year and they will be proposed for re-appointment at the Annual General Meeting.

FUSION HOUSING KIRKLEES LIMITED

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2021 (continued)

Trustees' Responsibilities Statement

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

Company law requires the trustees to prepare financial statements for each financial year. 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 these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

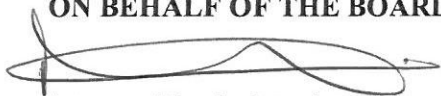
The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding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

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.

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

ON BEHALF OF THE BOARD



Approved by the board on 6 October 2021
and signed on its behalf by

M Vangrove
Chair

FUSION HOUSING KIRKLEES LIMITED

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2021

Independent Auditor's Report to the trustees of Fusion Housing Kirklees Limited

We have audited the financial statements of Fusion Housing Kirklees Limited (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the 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, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 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 Auditor's 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.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the 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.

FUSION HOUSING KIRKLEES LIMITED

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2021

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the trustees' annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

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

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

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement set out on page 7, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of 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.

FUSION HOUSING KIRKLEES LIMITED

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2021

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation (ie. gives a true and fair view).

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

FUSION HOUSING KIRKLEES LIMITED**INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2021****Use of our report**

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

35 Westgate
Huddersfield
HD1 1PA
6 October 2021

David Butterworth, Senior Statutory Auditor

Wheawill & Sudworth Limited, Statutory Auditor

Wheawill & Sudworth Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

FUSION HOUSING KIRKLEES LIMITED

STATEMENT OF FINANCIAL ACTIVITY (Including Income and Expenditure Account)

for the year ended

31 MARCH 2021

Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Incoming resources				
2 Donations and legacies:	15,629	-	15,629	13,914
5 Charitable activities				
Housing advice and support	488,589	1,023,593	1,512,182	1,476,479
Learning	-	305,219	305,219	413,525
Recycling	-	152,805	152,805	56,787
	488,589	1,481,617	1,970,206	1,946,791
3 Other trading activities	2,981,136	-	2,981,136	2,359,575
4 Investment income	22	-	22	177
Total income and endowments	3,485,376	1,481,617	4,966,993	4,320,457
Resources expended				
6 Expenditure on raising funds	1,631,845	-	1,631,845	1,259,132
7 Charitable activities				
Housing advice and support	1,423,162	1,023,593	2,446,755	2,251,214
Learning	189,237	305,219	494,456	629,747
Recycling	96,017	152,805	248,822	89,536
Other	43,904	-	43,904	39,763
	1,752,320	1,481,617	3,233,937	3,010,260
Total resources expended	3,384,165	1,481,617	4,865,782	4,269,392
10 Net income/(expenditure)	101,211	-	101,211	51,065

The notes on pages 16 to 27 form part of these financial statements

FUSION HOUSING KIRKLEES LIMITED**STATEMENT OF FINANCIAL ACTIVITY (continued)****for the year ended****31 MARCH 2021**

Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Net income/(expenditure)	101,211	-	101,211	51,065
20 Transfers between funds	-	-	-	-
Net movement in funds	101,211	-	101,211	51,065
Total funds brought forward	115,178	1,938	117,116	66,051
Total funds carried forward	216,389	1,938	218,327	117,116

Continuing operations

None of the charitable company's activities were acquired or discontinued during the current year.

Total recognised gains and losses

The charitable company has no recognised gains or losses other than the surplus/(deficit) for the current and previous periods.

The notes on pages 16 to 27 form part of these financial statements.

FUSION HOUSING KIRKLEES LIMITED

BALANCE SHEET

AS AT 31 MARCH 2021

Notes	Unrestricted Funds £	Restricted Funds £	2021 Total funds £	2020 Total funds £
Fixed assets				
14 Tangible assets	123,696	-	123,696	127,222
Current assets				
15 Debtors	581,702	-	581,702	572,372
Cash at bank and in hand	148,952	1,938	150,890	103,421
	<u>730,654</u>	<u>1,938</u>	<u>732,592</u>	<u>675,793</u>
16 Creditors: amounts falling due within one year	(528,998)	-	(528,998)	(511,357)
Net current assets	<u>201,656</u>	<u>1,938</u>	<u>203,594</u>	<u>164,436</u>
Total assets less current liabilities	<u>325,352</u>	<u>1,938</u>	<u>327,290</u>	<u>291,658</u>
17 Creditors: amounts falling due after more than one year	(108,964)	-	(108,964)	(174,542)
Net assets	<u>216,388</u>	<u>1,938</u>	<u>218,326</u>	<u>117,116</u>
20 Funds				
Unrestricted funds			216,388	115,178
Restricted funds:				
Jean Conway Trust			1,258	1,258
Howitt Homeless Trust			230	230
Community Legal Services Development Fund			450	450
Total funds			<u>218,326</u>	<u>117,116</u>

The accounts on pages 12 to 27 were approved and authorised for issue by the board on 6 October 2021 and signed on their behalf



M VANGROVE
Trustee



C A PATTISON
Trustee

Company registration number : 081583201

The notes on pages 16 to 29 form part of these financial statements.

FUSION HOUSING KIRKLEES LIMITED

STATEMENT OF CASH FLOWS

for the year ended

31 MARCH 2021

Note	2021 £	2020 £
Cash flow from operating activities		
Cash generated/(absorbed) by operations	183,565	172,611
Interest paid	(17,726)	(13,890)
Net cash flow provided by (used in) from operating activities	<u>165,839</u>	<u>158,721</u>
Cash flow from investing activities		
Payment to acquire tangible fixed assets	(46,188)	(49,913)
Interest received	22	177
Net cash flow provided by (used in) investing activities	<u>(46,166)</u>	<u>(49,736)</u>
Cash flows from financing activities:		
Loan repayments in year	(72,204)	(27,309)
Net cash provided by (used in) financing activities	<u>(72,204)</u>	<u>(27,309)</u>
Change in cash and cash equivalents in the reporting period	47,469	81,676
Cash and cash equivalents consists at the beginning of the reporting period	103,421	21,745
Cash and cash equivalents consists at the end of the reporting period	<u>150,890</u>	<u>103,421</u>

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)	101,211	51,065
Adjustments for:		
Depreciation charges	49,714	45,044
Interest received	(22)	(177)
Interest paid	17,726	13,890
(Increase) in debtors	(9,330)	(135,911)
Increase/(decrease) in creditors	24,266	198,700
Cash flow from operating activities	<u>183,565</u>	<u>172,611</u>

FUSION HOUSING KIRKLEES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
31 MARCH 2021

1 Summary of significant accounting policies

(a) Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity as defined by FRS 102, have been prepared in accordance with 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) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015. The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are prepared in sterling which is the functional currency of the charity.

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.

(b) Income

All income is recognised in the Statement of Financial Activities (SoFA) once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

(c) 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 costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

(d) Raising funds

Raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising, events and non-charitable trading.

(e) Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

(f) Allocation and apportionment of costs

Costs relating to a particular activity are allocated directly. Support costs that are not wholly attributable to a single activity are apportioned across the activities based upon calculations such as floor area or estimated usage.

FUSION HOUSING KIRKLEES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

(g) Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- over the lease term
Tenancy property assets	- 33% on cost
Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 33% on cost

(h) Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. The charity is consequently exempt from corporation tax on its charitable activities

(i) Fund Accounting

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

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.

(j) Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

(k) Going concern

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

FUSION HOUSING KIRKLEES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

2 Donations and Legacies

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Donations	15,629	-	15,629	13,914

3 Other Trading Activities

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Rents and housing benefit	2,981,136	-	2,981,136	2,359,575

4 Investment Income

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Deposit account interest	22	-	22	177

5 Income from Charitable Activities

		2021 £	2020 £
Legal help and court duty	Activity		
Grants	Housing advice and support	68,160	139,719
Course delivery fees	Housing advice and support	1,444,022	1,336,760
Grants	Learning	19,147	24,855
Grants	Learning	286,072	388,670
Grants	Recycling	152,805	56,787
		1,970,206	1,946,791

FUSION HOUSING KIRKLEES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

6 Expenditure on Raising Funds

Other trading activities

	Unrestricted Funds £	Unrestricted Funds £	2021 Total Funds £	2020 Total Funds £
Tenancy costs	1,631,845	-	1,631,845	1,259,132

7 Charitable Activities Costs

	Direct Costs (see note 8) £	Support Costs (see note 9) £	Totals £
Housing advice and support	1,830,604	616,151	2,446,755
Learning	369,940	124,516	494,456
Recycling	186,163	62,659	248,822
Other	-	43,904	43,904
	<u>2,386,707</u>	<u>847,230</u>	<u>3,233,937</u>

8 Direct Costs of Charitable Activities

	2021 £	2020 £
Staff costs	2,245,136	1,997,880
Publicity	-	599
Beneficiary costs	3,884	6,016
Beneficiary course costs	1,856	2,527
Travel and subsistence	24,603	45,968
Training	3,816	9,882
Interpreter fees	2,871	2,567
Payments to partners	16,204	104,741
Legal Aid disbursements	4,283	13,991
LWP Food	26,801	17,025
LWP Furniture	57,253	-
	<u>2,386,707</u>	<u>2,201,196</u>

9 Support Costs

	Management £	Finance £	Governance Costs £	Totals £
Other resources expended	17,726	7,619	18,559	43,904
Housing advice and support	616,151	-	-	616,151
Learning	124,516	-	-	124,516
Recycling	62,659	-	-	62,659
	<u>821,052</u>	<u>7,619</u>	<u>18,559</u>	<u>847,230</u>

FUSION HOUSING KIRKLEES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

9 Support Costs – continued

Support costs, included in the above are as follows:

	Other resources expended £	Housing advice and Support £	Learning £
Interest payable and similar charges	17,726	-	-
Sundries	3,148	-	-
Bank charges	4,471	-	-
Auditors' remuneration	7,000	-	-
Legal fees	11,559	-	-
Wages	-	230,088	46,497
Pensions	-	14,601	2,951
Rent, rates and water	-	140,258	28,344
Insurance	-	22,376	4,522
Light and heat	-	12,869	2,601
Postage, stationery and telephone	-	65,480	13,233
Other costs	-	92,350	18,662
Depreciation of tangible assets	-	38,129	7,706
	<u>43,904</u>	<u>616,151</u>	<u>124,516</u>

	Recycling £	2021 Total Activities £	2020 Total Activities £
Interest payable and similar charges	-	17,726	13,890
Sundries	-	3,148	644
Bank charges	-	4,471	4,020
Auditors remuneration	-	7,000	7,000
Legal fees	-	11,559	14,209
Wages	23,398	299,983	310,518
Pensions	1,485	19,037	18,555
Rent, rates and water	14,263	182,865	194,790
Insurance	2,276	29,174	20,052
Light and heat	1,309	16,779	12,702
Postage, stationery and telephone	6,659	85,372	61,687
Other costs	9,390	120,402	105,953
Depreciation of tangible assets	3,879	49,714	45,044
	<u>62,659</u>	<u>847,230</u>	<u>809,064</u>

10 Net Income/(Expenditure)

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

	2021 £	2020 £
Auditors' remuneration	7,000	7,000
Depreciation – owned assets	49,714	45,044

FUSION HOUSING KIRKLEES LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****31 MARCH 2021****11 Trustees' Remuneration and Benefits**

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

	2021	2020
	£	£
Trustees' expenses	-	-
	=	=

12 Staff Costs

	2021	2020
	£	£
Wages and salaries	2,442,924	2,221,738
Office pension costs	121,232	105,216
	<u>2,564,156</u>	<u>2,326,954</u>

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

	2021	2020
Provision of service	79	75
Management and administration	9	7
	<u>88</u>	<u>82</u>

No employees received emoluments in excess of £60,000 (2020: none)

FUSION HOUSING KIRKLEES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (continued)
31 MARCH 2021

13 Comparatives for the Statement of Financial Activities

Note	Year ended 31 March 2020		
	Unrestricted Funds £	Restricted Funds £	Total Funds £
Income and endowments from			
2 Donations and legacies	13,914	-	13,914
5 Charitable activities			
Housing advice and support	853,044	623,435	1,476,479
Learning	12,967	400,558	413,525
Recycling	-	56,787	56,787
3 Other trading activities	2,359,575	-	2,359,575
4 Investment income	177	-	177
Total	3,239,677	1,080,780	4,320,457
Expenditure On			
6 Raising funds	1,259,132	-	1,259,132
7 Charitable activities			
Housing advice and support	1,627,779	623,435	2,251,214
Learning	229,189	400,558	629,747
Recycling	32,749	56,787	89,536
Other	39,763	-	39,763
Total	1,929,480	1,080,780	3,010,260
Net income/(expenditure)	51,065	-	51,065
20 Transfers between funds	-	-	-
Net movement in funds	51,065	-	51,065
RECONCILIATION OF FUNDS			
Total funds brought forward	64,113	1,938	66,051
Total funds carried forward	115,178	1,938	117,116

FUSION HOUSING KIRKLEES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

14 Tangible fixed assets					
	Improvements to property	Tenancy property assets	Fixtures and Fittings	Computer Equipment	Totals
Cost:	£	£	£	£	£
At 1 April 2020	136,278	84,678	23,484	48,376	292,816
Additions	-	19,826	9,575	16,787	46,188
Disposals	-	-	-	-	-
At 31 March 2021	136,278	104,504	33,059	65,163	339,004
Depreciation:					
At 1 April 2020	56,460	51,959	16,188	40,987	165,594
Charge for the year	9,978	26,351	3,374	10,011	49,714
Eliminated on disposal	-	-	-	-	-
At 31 March 2021	66,438	78,310	19,562	50,998	215,308
Net book value:					
At 31 March 2021	69,840	26,194	13,497	14,165	123,696
At 31 March 2020	79,818	32,719	7,296	7,389	127,222

15 Debtors: amounts falling due within one year			2021	2020
			£	£
Debtors and accrued income			537,542	527,050
Prepayments			44,160	45,322
			581,702	572,372

16 Creditors: Amounts falling due within one year			2021	2020
			£	£
Other loans (see note 18)			70,590	77,216
Trade creditors			103,063	144,851
Social security and other taxes			51,388	47,736
VAT			1,857	31,442
Other creditors			15,959	27,970
Deferred income			263,508	145,891
Accrued expenses			22,633	36,251
			528,998	511,357

17 Creditors: Amounts falling due within one year			2021	2020
			£	£
Other loans (see note 18)			108,964	174,542

FUSION HOUSING KIRKLEES LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****31 MARCH 2021****18 Loans**

An analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due within one year on demand:		
Other loans	70,590	77,216
Amounts falling between one and two years		
Other loans – 1-2 years	67,931	65,578
Amounts falling due between two and five		
Other loans – 2-5 years	41,033	108,964

These loans are secured by charges over the assets of the charity.

19 Leasing Agreements

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021 £	2020 £
Within one year	26,120	19,695
Between one and five years	49,974	42,278
In more than five years	1,016,612	982,681
	1,092,706	1,044,654

20 Movement in Funds

	At 1.4.20 £	Net movement In funds £	Transfers Between funds £	At 31.3.21 £
Unrestricted funds				
General fund	115,178	101,211	-	216,389
	115,178	101,211	-	216,389
Restricted funds				
Jean Conway Trust	1,258	-	-	1,258
Howitt Homeless Trust	230	-	-	230
Community Legal Services Development Fund	450	-	-	450
	1,938	-	-	1,938
Total Funds	117,116	101,211	-	218,327

FUSION HOUSING KIRKLEES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

20 Movement in Funds - Continued

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

	Incoming Resources £	Resources Expended £	Movement in Funds £
Unrestricted funds			
General fund	3,064,945	(2,963,734)	101,211
KMC Exchequer Services Grant	72,782	(72,782)	-
KMC Stronger Families	19,360	(19,360)	-
Foundation Housing Wakefield Pathways	33,521	(33,521)	-
Advice Services Grant	156,718	(156,718)	-
Advice UK & Lottery Grant – Covid response	44,790	(44,790)	-
Community Justice – Covid response	57,719	(57,719)	-
Job Retention Scheme	24,831	(24,831)	-
Esmee Fairbairn Grant	9,000	(9,000)	-
Third Sector Leaders	1,710	(1,710)	-
	<u>3,485,376</u>	<u>(3,384,165)</u>	<u>101,211</u>
Restricted funds			
Local Welfare Provision – Food	5,708	(5,708)	-
Local Welfare Provision - Furniture	147,097	(147,097)	-
Adult and Community Learning	19,147	(19,147)	-
Kirklees Better Outcomes Project	1,005,785	(1,005,785)	-
Works Better – ESIF	286,072	(286,072)	-
Tenant Finder Plus	17,808	(17,808)	-
	<u>1,481,617</u>	<u>(1,481,617)</u>	<u>-</u>
Total Funds	<u><u>4,966,993</u></u>	<u><u>(4,865,782)</u></u>	<u><u>101,211</u></u>

FUSION HOUSING KIRKLEES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

31 MARCH 2021

20 Movement in Funds - Continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement In funds £	Transfers Between funds £	At 31.3.20 £
Unrestricted funds				
General fund	64,113	191,340	(140,275)	115,178
Supporting People Grant – Floating Support	-	(140,275)	140,275	-
	<u>64,113</u>	<u>51,065</u>	<u>-</u>	<u>115,178</u>
Restricted funds				
Jean Conway Trust	1,258	-	-	1,258
Howitt Homeless Trust	230	-	-	230
Community Legal Services Development Fund	450	-	-	450
	<u>1,938</u>	<u>-</u>	<u>-</u>	<u>1,938</u>
Total Funds	<u>66,051</u>	<u>51,065</u>	<u>-</u>	<u>117,116</u>

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

	Incoming Resources £	Resources Expended £	Movement in Funds £
Unrestricted funds			
General fund	2,513,383	(2,322,043)	191,340
Supporting People Grant – Floating Support	260,951	(401,226)	(140,275)
Supporting People Grant – Refugee Service	62,482	(62,482)	-
Supporting People Grant – Bond Bank Floating Support	85,425	(85,425)	-
Supporting People Grant – Pre Tenancy Training	12,967	(12,967)	-
KMC Exchequer Services Grant	78,919	(78,919)	-
KMC New Burdens	37,778	(37,778)	-
Foundation Housing Wakefield Pathways	33,521	(33,521)	-
Advice Services Grant	154,250	(154,250)	-
	<u>3,239,676</u>	<u>(3,188,611)</u>	<u>51,065</u>
Restricted funds			
Local Welfare Provision – Food	48,000	(48,000)	-
Adult and Community Learning	18,334	(18,334)	-
Big Lottery – Talent Match	6,522	(6,522)	-
Kirklees Better Outcomes Project	585,818	(585,818)	-
Big Lottery Reaching Communities Grant	42,117	(42,117)	-
Community Learning Works	7,323	(7,323)	-
Works Better – ESIF	284,315	(284,315)	-
Tenant Finder Plus	71,102	(71,102)	-
KCA Research Grant	17,250	(17,250)	-
	<u>1,080,781</u>	<u>(1,080,781)</u>	<u>-</u>
Total Funds	<u>4,320,457</u>	<u>(4,269,392)</u>	<u>51,065</u>

FUSION HOUSING KIRKLEES LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****31 MARCH 2021****21 Contingent liabilities**

The charity provides tenancy bond guarantees under its Bond Guarantee Scheme. Total payments made in the year in relation to bond claims was £740 (2020: £3,550) and the aggregate amount reserved for at 31 March 2021 was £14,317 (2020: £15,057). No further reserves are considered necessary.

22 Related Party Disclosures

There were no related party transactions for the year ended 31 March 2021 (2020 none).

FUSION HOUSING KIRKLEES LIMITED**DETAILED STATEMENT OF FINANCIAL ACTIVITIES****For the year ended 31 MARCH 2021**

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations	15,629	-	15,629	13,914
Other trading activities				
Rents and housing benefit	2,981,136	-	2,981,136	2,359,575
Investment income				
Deposit account interest	22	-	22	177
Charitable activities				
Course delivery fees	-	19,147	19,147	24,855
Legal help and court duty	68,160	-	68,160	139,719
Grants	420,429	1,462,470	1,882,899	1,782,217
	<u>488,589</u>	<u>1,481,617</u>	<u>1,970,206</u>	<u>1,946,791</u>
Total incoming resources	3,485,376	1,481,617	4,966,993	4,320,457
EXPENDITURE				
Other trading activities				
Tenancy costs	<u>1,631,845</u>	<u>-</u>	<u>1,631,845</u>	<u>1,259,132</u>
Charitable activities				
Wages	1,018,989	1,123,953	2,142,942	1,911,219
Pensions	48,594	53,600	102,194	86,661
Publicity	-	-	-	599
Beneficiary costs	-	3,884	3,884	6,016
Beneficiary course costs	-	1,856	1,856	2,527
Travel and subsistence	-	24,603	24,603	45,968
Training	-	3,816	3,816	9,882
Interpreter fees	2,871	-	2,871	2,567
Payments to partners	-	16,204	16,204	104,741
Legal Aid disbursements	-	4,283	4,283	13,991
LWP food	-	26,801	26,801	17,025
LWP Furniture	-	57,253	57,253	-
	<u>1,070,454</u>	<u>1,316,253</u>	<u>2,386,707</u>	<u>2,201,196</u>
Expenditure carried forward	2,702,299	1,316,253	4,018,552	3,460,328

FUSION HOUSING KIRKLEES LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 MARCH 2021

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Expenditure brought forward	2,702,299	1,316,253	4,018,552	3,460,328
Support costs				
Management				
Wages	239,986	59,997	299,983	310,518
Pensions	15,230	3,807	19,037	18,555
Rent, rates and water	146,291	36,573	182,864	194,790
Insurance	23,342	5,835	29,177	20,052
Light and heat	13,423	3,356	16,779	12,702
Postage, stationery and telephone	68,298	17,074	85,372	61,687
Books and subscriptions	13,219	3,305	16,524	12,232
Repairs and maintenance	34,235	8,637	42,872	46,705
Computer expenses	31,380	7,845	39,225	28,785
Health and safety	7,398	1,850	9,248	6,346
Motor expenses	-	5,793	5,793	6,106
Depreciation of tangible and heritage assets	39,770	9,944	49,714	45,044
Recruitment	5,391	1,348	6,739	5,613
Committee expenses	-	-	-	166
Loan interest	17,726	-	17,726	13,890
	<u>655,689</u>	<u>165,364</u>	<u>821,053</u>	<u>783,191</u>
Finance				
Sundries	3,147	-	3,147	644
Bank charges	4,471	-	4,471	4,020
	<u>7,618</u>	<u>-</u>	<u>7,618</u>	<u>4,664</u>
Governance costs				
Auditors' remuneration	7,000	-	7,000	7,000
Legal fees	11,559	-	11,559	14,209
	<u>18,559</u>	<u>-</u>	<u>18,559</u>	<u>21,209</u>
Total resources expended	<u>3,384,165</u>	<u>1,481,617</u>	<u>4,865,782</u>	<u>4,269,392</u>
Net income/(expenditure)	<u>101,211</u>	<u>-</u>	<u>101,211</u>	<u>51,065</u>