

HOUSE OF MERCY
UNAUDITED
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

HEDLEY DUNK LIMITED

Chartered Accountants & Statutory Auditor

Trinity House
3 Bullace Lane
Dartford
Kent
DA1 1BB

HOUSE OF MERCY

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HOUSE OF MERCY

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 MARCH 2021

Trustees

Sister Bridget Reilly
Mr Michael Donovan
Ms Margaret Gallagher, Chair
Mrs Bridget Hardy (deceased 4 July 2021)
Sister Elizabeth O' Hara
Mrs Paula Read
Mr James Carter
Mr Hugh McEwan
Mr Robert North
Ms Dakota Dibben

**Charity registered
number**

1087730

Principal office

1 Edwin Street
Gravesend
Kent
DA12 1EH

Accountants

Hedley Dunk Limited
Chartered Accountants
Trinity House
3 Bullace Lane
Dartford
Kent
DA1 1BB

HOUSE OF MERCY

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their annual report together with the financial statements of the Charity for the year 1 April 2020 to 31 March 2021.

Objectives and activities

• Review of Activities

The Day Centre

The Charity runs a Day Centre which is open seven days a week. The opening hours are daily from 9.30 am to 3.30. Sundays and Bank Holidays from 11.00 am to 2.00 pm.

We offer:

- Immediate access during the opening hours – over 2,000 hours per year.
- A few simple rules – no drugs, alcohol or abusive behaviour.
- A non-judgemental approach to people and their problems.
- Respect for the privacy of the individual.
- A safe space away from the dangers of the street.
- Food – free for the homeless and cheap for other vulnerable people who seek advice.
- Toilets – basic needs that we take for granted.
- Washing facilities – somewhere to have a shower or bath.
- Clothing and bedding – a change of clothing, blankets of sleeping bags.

After attending to the immediate physical needs of service users the next function of the day centre staff is to offer the means to people to sort out their affairs. In practice this means providing an advice service and acting as a signpost to others' services.

The major areas of this advice includes:

- Access to a telephone – vital for contacting family and services.
- A letter and CV writing service – The opportunity to speak in confidence and have staff speak for service users.
- Housing – advice on where they can find accommodation.
- Employment – advice on job search and how to access the benefit system.
- Medical – help with registration with a doctor on how to access a mental health service.
- Education – help with identifying areas to upgrade skills and enrolling in relevant courses or apprenticeships.

The Residential Section

As well as offering the services available to the day centre users, the residents are offered accommodation for up to six months. During their stay they are supported by key workers with access to medical help, encouraged to volunteer in the community, attend courses to upgrade their skills, rent their own accommodation and re-enter society.

Campaigning – raise awareness

The Manager and Trustees accepts, where possible, invitations to speak about the work of the House of Mercy and the causes and extent of homelessness in the area.

HOUSE OF MERCY

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

Achievements and performance

Financial review

- **Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

- **Financial Review and Reserves policy**

Total income resources for the year amounted to £465,556 (2020: £345,694). Resources expended were £424,789 (2020: £400,803) leading to a net inflow of resources during the year of £40,767.

As a result the charity's reserve has increased to £111,652 which equates to approximately 7 months expenditure. While this is a satisfactory level after almost 30 years in operation as an independent charity, the trustees consider it to be prudent to hold at least six months expenditure in reserve. It is the trustees' intention to build up the reserves of the charity through accumulation of future surpluses. The trustees remain confident that the supporting charities will assist the House of Mercy if funds fall to an unsustainable level.

Structure, governance and management

- **Constitution**

House Of Mercy is a registered charity, number 1087730, and is constituted under a Trust deed. The Trust Deed sets out the objects as "The provision of relief for people in necessitous circumstances who are homeless or living in inadequate accommodation and include (without prejudice to the provision of other forms of relief) the provision of housing accommodation, day care, food, advice and key working."

- **Methods of appointment or election of Trustees**

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

The body of Trustees shall consist, when completed, of not less than six nor more than twelve persons being not more than 6 nominated Trustees and not more than 4 co-opted Trustees.

The nominated Trustees shall be appointed as to not more than three by the Sister superior or other person in charge for the time being of the Sisters of Mercy, Gravesend. All other Trustees will be nominated by the current Trustees. Each appointment shall be made for a term described by the appointing body but not exceeding three years, at a meeting convened and held according to the ordinary practice of the appointing body. The Chairperson of the meeting shall cause the name of each person appointed to be notified forthwith to the Trustees. The person appointed may be, but need not be, a member of the appointing body.

- **Mission Statement**

As part of the Church's work for justice and peace, the House of Mercy undertakes to help without discrimination, single homeless people overcome disadvantage. House of Mercy addresses the conditions which lead to homelessness and provide temporary accommodation and day centre facilities in order to enable people to take their place in society.

HOUSE OF MERCY

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

Structure, governance and management (continued)

● Financial risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Covid pandemic

The continued experience of the Covid-19 pandemic continued to significantly affect the financial health and well-being of the Charity during the year under review.

The Day-Centre was in turn, opened and closed following Government Guidelines within the experiences of lockdowns and reductions in restrictions. The inconsistency of the opening hours during periods of lockdowns meant that some street-homeless lost confidence in the Charity's ability to maintain a consistent, positive and welcoming presence in the Community. The number of appropriate potential residents fell, as some street-homeless felt 'safer' being out on the street rather than 'risk' the uncertainty of sharing accommodation with unfamiliar people.

Extra expenditure was needed to support the health and wellbeing of both staff and residents as the Charity purchased masks, sanitising hand-gels, wipes and other essential cleansing products.

In the Hostels, we continued to run at less than full capacity. There were a small number of staff and residents who were in close contact with others who had tested positive for Covid, who contracted Covid themselves, or who needed to self isolate or shield family members who were themselves vulnerable due to their own health issues or who worked in essential services such as the NHS. Staff costs increased as the Charity became more reliant on Bank Staff, to cover shifts, staffs were furloughed or were put on Statutory Sick Pay (SSP). One Hostel, 1 Edwin Street, was closed and the bed capacity permanently reduced from 6-beds to 4-beds, as a direct consequence of people being reluctant to share a room with people they did not know. Income was further reduced when the Hostel was temporarily closed to residents.

The Charity's inability to actively fund-raise has further reduced the Charity's income over time, this was at a time when the expenditure increased to cover general repairs and maintenance and upkeep of the Hostels. In response to this decrease in regular donations and fundraising opportunities the Charity has looked to other Grant and Trust giving organisations that are sympathetic to our ethos, philosophy and Charitable aims.

HOUSE OF MERCY

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

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Ms Margaret Gallagher
Chairperson

Date: 28 January 2022

HOUSE OF MERCY

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

Independent Examiner's Report to the Trustees of House Of Mercy ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2021.

Responsibilities and Basis of Report

As the Trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:



Dated: 28 January 2022

Jack Fryer

ACA

Hedley Dunk Limited
Chartered Accountants

HOUSE OF MERCY

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2021

	Note	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	3	-	104,187	104,187	44,690
Charitable activities	4	-	361,116	361,116	298,955
Other trading activities	5	-	-	-	1,856
Investments	6	-	253	253	193
Total income		-	465,556	465,556	345,694
Expenditure on:					
Charitable activities	7	2,896	421,893	424,789	400,803
Total expenditure		2,896	421,893	424,789	400,803
Net movement in funds		(2,896)	43,663	40,767	(55,109)
Reconciliation of funds:					
Total funds brought forward		16,807	54,078	70,885	125,994
Net movement in funds		(2,896)	43,663	40,767	(55,109)
Total funds carried forward		13,911	97,741	111,652	70,885

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 9 to 21 form part of these financial statements.

HOUSE OF MERCY

BALANCE SHEET AS AT 31 MARCH 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	12	5,875	2,493
		<u>5,875</u>	<u>2,493</u>
Current assets			
Debtors	13	10,384	11,292
Cash at bank and in hand		106,543	95,161
		<u>116,927</u>	<u>106,453</u>
Creditors: amounts falling due within one year	14	(11,150)	(38,061)
		<u>105,777</u>	<u>68,392</u>
Net current assets			
		<u>111,652</u>	<u>70,885</u>
Total assets less current liabilities			
		<u>111,652</u>	<u>70,885</u>
Net assets excluding pension asset			
		<u>111,652</u>	<u>70,885</u>
Total net assets		<u>111,652</u>	<u>70,885</u>
Charity funds			
Restricted funds	15	13,911	16,807
Unrestricted funds	15	97,741	54,078
		<u>111,652</u>	<u>70,885</u>
Total funds		<u>111,652</u>	<u>70,885</u>

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



Ms Margaret Gallagher
Chairperson

Date: 28 January 2022

The notes on pages 9 to 21 form part of these financial statements.

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. General information

House of Mercy is a registered charity in England and Wales. The charity's registered address and principal place of business is 1 Edwin Street, Gravesend, DA12 1EH. It's main activities are set out in the trustee's report.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

House Of Mercy meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.4 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Statement of Financial Activities over the expected useful lives of the assets concerned. Other grants are credited to the Statement of Financial Activities as the related expenditure is incurred.

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

2. Accounting policies (continued)

2.5 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Office equipment	-	33% Straight Line
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2.6 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.7 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.9 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.10 Pensions

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the year.

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

2. Accounting policies (continued)

2.11 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

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

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Donations	-	94,203	94,203
Grants	-	1,500	1,500
Government grants	-	8,484	8,484
	<hr/> - <hr/>	<hr/> 104,187 <hr/>	<hr/> 104,187 <hr/>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Donations	-	39,549	39,549
Grants	5,141	-	5,141
	<hr/> 5,141 <hr/>	<hr/> 39,549 <hr/>	<hr/> 44,690 <hr/>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

4. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £
Provision of housing accommodation	361,116	361,116

	Unrestricted funds 2020 £	Total funds 2020 £
Provision of housing accommodation	298,955	298,955

5. Income from other activities

Income from fundraising events

		Total funds 2021 £
	Unrestricted funds 2020 £	Total funds 2020 £
Fundraising	1,856	1,856

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

6. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £
Bank interest received	253	253

	Unrestricted funds 2020 £	Total funds 2020 £
Bank interest received	193	193

7. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Provision of housing accommodation	2,896	421,893	424,789

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Provision of housing accommodation	6,504	394,299	400,803

Summary by expenditure type

	Staff costs 2021 £	Depreciation 2021 £	Other costs 2021 £	Total funds 2021 £
Provision of housing accommodation	312,833	346	111,610	424,789

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

7. Analysis of expenditure on charitable activities (continued)

Summary by expenditure type (continued)

	Staff costs 2020 £	Depreciation 2020 £	Other costs 2020 £	Total funds 2020 £
Provision of housing accommodation	300,566	1,305	98,932	400,803

8. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Support costs 2021 £	Total funds 2021 £
Provision of housing accommodation	417,524	7,265	424,789

	Activities undertaken directly 2020 £	Support costs 2020 £	Total funds 2020 £
Provision of housing accommodation	394,177	6,626	400,803

Analysis of direct costs

	Provision of housing accommodation 2021 £	Total funds 2021 £
Staff costs	312,833	312,833
Depreciation	346	346
Living costs	82,298	82,298
Property costs	22,047	22,047
	417,524	417,524

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

8. Analysis of expenditure by activities (continued)

Analysis of direct costs (continued)

	Provision of housing accommodation 2020 £	Total funds 2020 £
Staff costs	300,566	300,566
Depreciation	1,305	1,305
Living costs	68,723	68,723
Property costs	22,809	22,809
Administration and office	774	774
	<u>394,177</u>	<u>394,177</u>

9. Independent examiner's remuneration

	2021 £	2020 £
Fees payable to the Charity's independent examiner for the independent examination of the Charity's annual accounts	600	600
Fees payable to the Charity's independent examiner in respect of:		
All other services not included above	<u>1,848</u>	<u>1,904</u>

10. Staff costs

	2021 £	2020 £
Wages and salaries	289,062	274,492
Social security costs	18,514	21,519
Contribution to defined contribution pension schemes	5,257	4,555
	<u>312,833</u>	<u>300,566</u>

The average number of persons employed by the Charity during the year was as follows:

	2021 No.	2020 No.
Average staff numbers	<u>15</u>	<u>14</u>

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

10. Staff costs (continued)

No employee received remuneration amounting to more than £60,000 in either year.

11. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 March 2021, no Trustee expenses have been incurred (2020 - £NIL).

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

12. Tangible fixed assets

	Office equipment £
Cost or valuation	
At 1 April 2020	21,540
Additions	6,221
	<hr/>
At 31 March 2021	27,761
	<hr/>
Depreciation	
At 1 April 2020	19,047
Charge for the year	2,839
	<hr/>
At 31 March 2021	21,886
	<hr/>
Net book value	
At 31 March 2021	5,875
	<hr/> <hr/>
At 31 March 2020	2,493
	<hr/> <hr/>

13. Debtors

	2021 £	2020 £
Due within one year		
Other debtors	4,330	4,330
Prepayments and accrued income	1,054	1,962
Tax recoverable	5,000	5,000
	<hr/>	<hr/>
	10,384	11,292
	<hr/> <hr/>	<hr/> <hr/>

14. Creditors: Amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	5,796	12,354
Pension fund loan payable	1,093	916
Other creditors	710	18,968
Accruals and deferred income	3,551	5,823
	<hr/>	<hr/>
	11,150	38,061
	<hr/> <hr/>	<hr/> <hr/>

HOUSE OF MERCY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

14. Creditors: Amounts falling due within one year (continued)

2021	2020
£	£

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

15. Statement of funds

Statement of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Balance at 31 March 2021 £
Unrestricted funds				
General Funds - all funds	54,078	465,556	(421,893)	97,741
Restricted funds				
KCC Specific Fund	4,250	-	-	4,250
KCC White Goods	9,439	-	(2,493)	6,946
Lottery Grant	3,118	-	(403)	2,715
	16,807	-	(2,896)	13,911
Total of funds	70,885	465,556	(424,789)	111,652

Statement of funds - prior year

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
Unrestricted funds				
General Funds - all funds	107,824	340,553	(394,299)	54,078
Restricted funds				
KCC Specific Fund	4,250	-	-	4,250
KCC White Goods	7,547	5,141	(3,249)	9,439
Lottery Grant	6,373	-	(3,255)	3,118
	18,170	5,141	(6,504)	16,807
Total of funds	125,994	345,694	(400,803)	70,885

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

16. Summary of funds

Summary of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Balance at 31 March 2021 £
General funds	54,078	465,556	(421,893)	97,741
Restricted funds	16,807	-	(2,896)	13,911
	<u>70,885</u>	<u>465,556</u>	<u>(424,789)</u>	<u>111,652</u>

Summary of funds - prior year

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
General funds	107,824	340,553	(394,299)	54,078
Restricted funds	18,170	5,141	(6,504)	16,807
	<u>125,994</u>	<u>345,694</u>	<u>(400,803)</u>	<u>70,885</u>

HOUSE OF MERCY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

17. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Restricted funds 2021 £	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	-	5,875	5,875
Current assets	13,911	103,016	116,927
Creditors due within one year	-	(11,150)	(11,150)
Total	13,911	97,741	111,652

Analysis of net assets between funds - prior year

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	2,493	-	2,493
Current assets	14,314	92,139	106,453
Creditors due within one year	-	(38,061)	(38,061)
Total	16,807	54,078	70,885

18. Pension commitments

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £5,257 (2020 - £4,555). Contributions totalling £1,093 (2020 - £916) were payable to the fund at the balance sheet date and are included in creditors.

19. Related party transactions

Three of the properties from which the charity operates are provided rent free by the Sisters of Mercy, a connected charity, as they have some trustees in common.

The charity incurred some expenditure on behalf of Sisters Of Mercy for 56 Pelham Road, a property owned by Sisters of Mercy, in which House of Mercy operates, totalling £nil (2020 - £nil). Of this expenditure, £3,730 (2020 - £3,730) was due from Sisters of Mercy at the balance sheet date and is included in other debtors.