



**Smailes Goldie Group**  
CREATING ADVANTAGE



**REGISTERED COMPANY NUMBER: 06347783 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1126497**

# Emmaus Hull & East Riding

## Unaudited Financial Statements

**31 December 2020**

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# Emmaus Hull & East Riding

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# Emmaus Hull & East Riding

## Reference and Administrative Details

*for the year ended 31st December 2020*

<b>TRUSTEES</b>	T Hogan (resigned 30.11.2020) Sir C J O'Donnell Chair Lady M A O'Donnell (resigned 30.11.2020) H J Spencer R A Wood H L Thoresby J D G Clarke M Brooks (appointed 29.1.2020) K Tock (appointed 29.1.2020) T Watkins E Daley (appointed 1.1.2021)
<b>REGISTERED OFFICE</b>	32 Lockwood Street Hull East Yorkshire HU2 0HJ
<b>REGISTERED COMPANY NUMBER</b>	06347783 (England and Wales)
<b>REGISTERED CHARITY NUMBER</b>	1126497
<b>INDEPENDENT EXAMINER</b>	Smailes Goldie Chartered Accountants Regent's Court Princess Street Hull East Yorkshire HU2 8BA
<b>BANKERS</b>	HSBC Bank plc PO Box 72 55 Whitefriargate Hull HU1 2HX

# Emmaus Hull & East Riding

## Report of the Trustees

*for the year ended 31st December 2020*

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 December 2020. 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).

### **About Emmaus Hull & East Riding**

Emmaus Hull & East Riding (Emmaus) is a homelessness charity with a difference. We do not just give people a bed for the night, we offer a home, meaningful work and a sense of belonging. For many people who have experienced homelessness, losing their self-esteem can be the most damaging part of their experience.

Emmaus is different because it provides a home for as long as someone needs it, in an Emmaus community. This gives Companions, as we call our residents, the opportunity to take stock of their lives, deal with any issues they might have and regain their self-esteem.

### **OBJECTIVES AND ACTIVITIES**

#### **Activities**

Emmaus is an independent charity, governed by a local board of trustees. It is a member of the Federal Body of Emmaus UK.

Emmaus established a residence on Lockwood Street in Hull, which opened to accept Companions in February 2016. The residence offers a safe home for up to 30 formerly homeless people at any one time. Since its opening the Companions have worked to make the community self-funding principally through the collection and sale of donated goods (furniture, clothes and household goods) and by provision of rough sleeper outreach services for Hull and East Riding Councils.

A purpose built warehouse on the site at Lockwood Street, is the key furniture sales outlet together with shops in Whitefriargate and Newland Avenue.

Emmaus has a small dedicated staff to provide support to the Companions and provide structure for the retail and outreach activities. These staff have been key to helping the Companions successfully move on positively into employment and/or independent accommodation.

In 2020, 67% of Companions who left the community had positive move-ons, an outstanding result. Despite the Covid pandemic the charity maintained its record of a positive financial surplus in 2020. The Trustees offer their grateful thanks to our staff and the Companions for their excellent achievements.

#### **Our vision is for:**

A world in which everyone has a home and a sense of belonging.

#### **Our mission is:**

To work together to overcome homelessness and social exclusion while using our voice to achieve social change.

#### **Our values:**

- Value and respect every person, opposing injustice
- Be transparent and honest in all our dealings
- Demonstrate solidarity and support to those in need
- Create an environment of empowerment
- Share and exchange resources, skills and learning
- Support and foster inter-dependence and cherish independence
- Work to live and give

# Emmaus Hull & East Riding

## Report of the Trustees

*for the year ended 31st December 2020*

### OBJECTIVES AND ACTIVITIES

#### Strategic aims

To provide high quality facilities and nurture a positive, supportive environment to help Companions to successfully return to independent living.

To be the most effective organisation in supporting homeless people to improve their situation in Hull and the East Riding, through both partnership initiatives and directly provided services.

To maintain financial self-sufficiency by building our social enterprise income (particularly retail) together with non-compromising public funding.

#### Highlights of 2020

##### Covid Pandemic

The year 2020 and beyond into 2021 was dominated by the pandemic; and for us the effects on our staff and Companions, and the rough sleepers for whom we provide Outreach services on behalf of Hull City and East Riding Councils. As trustees we want to give the highest praise to our staff for their unstinting efforts to support Companions and rough sleepers, for their resilience in coping with the impact of the pandemic, and for taking every opportunity to generate income in ways that were available to us under the regulations. We did have staff who caught Covid, but have thankfully recovered. Our Companions also deserve our most sincere thanks for deciding collectively to set up a "Community Bubble" to enable the Covid rules to be kept and the Community safe.

Through sterling efforts by our Director, Kelly Finnis, and her staff we were able to actually increase our staff posts through charitable funding to help homeless rehousing, and recruit more volunteer support. Financially we were able to access government financial support and also received rates rebates. We are grateful for charitable support in many forms from a wide variety of donors and supporters. Although our income was down against our original plan, we generated a positive surplus and increased our cash resources such that we were able to repay the due amount of the loan outstanding to the Rayne Foundation.

##### Donations and legacies

The wider community in Hull and the East Riding have been very generous in contributing time and money and goods for resale to Emmaus and we are very grateful to all our volunteers and our individual and corporate donors for their generosity. Financial Donations of all kinds totalled £88,847 in the year (2019 18 months £81,460).

##### The Orchard

In 2020 80 Companions were resident in The Orchard for different periods of time to suit their needs. Our income from donations and legacies and from Trading Activities fund the specialised support staff and activities to help our Companions recover from their experience of homelessness and move on into employment and/or independent accommodation. We also provide training in skills and capabilities beneficial for employment to Companions.

##### Community support

Our staff, supported by Companions, provide Rough Sleepers Outreach Services, on behalf of both Hull City Council and East Riding of Yorkshire Council. We are very proud of being able to find and help rough sleepers offering 724 interventions in 2020 in a geographical area stretching from Bridlington through to Hull and to Goole.

### STRATEGIC REPORT

#### Achievement and performance

##### Trading activities

Our main trading activities include three shops, E-Commerce sales, market stalls and recycling of non-saleable material, together with the associated logistics. Under the direction of our staff members, these activities are largely run by our companions. In addition to the income generated, this provides valuable on the job training and opportunities for Companions.

Our shops were closed for substantial periods of time due to lockdown but traded satisfactorily when open. We have invested in additional staff to manage our shops more effectively and we look forward to developing our trading activities further in the coming years.

# Emmaus Hull & East Riding

## Report of the Trustees

for the year ended 31st December 2020

### STRATEGIC REPORT

#### Finance and Reserves

The results for the financial period show a net surplus of income over expenditure of £182,765, compared with £13,798 in the prior eighteen month period. This is an excellent result.

#### Reserves policy

Total funds at 31 December 2020 amounted to £793,911 compared with £611,146 at 31 December 2019. The charity has funds carried forward of £793,911, of which £101,594 are unrestricted funds and £692,317 are designated funds in relation to The Orchard, Emmaus Trading Activities and Outreach services. The trustees consider these funds to be adequate to continue to maintain its assets and continue its activities for the foreseeable future.

#### Future plans

Our first priority is to get our organisation working effectively again after the changing laws and guidelines for Covid that have affected us. Following our investment, we expect our retail sales to develop further towards our strategic goal of 50% of income being from enterprise efforts.

Our key social ambitions include increasing the number of Companions who are successful in moving on into independent accommodation and/or employment; and to progressively reduce the number of Rough Sleepers in Hull and the East Riding.

We are mindful that although the vaccination programme has reduced the risks of infection from Covid-19, that risks to our people and business remain as we move out of lockdown and other preventive measures. We have started a mental wellbeing programme for staff under the "Time to Change Agenda" to assist us all in this. We are also seeking to strengthen our organisation through additional volunteers in all areas.

### STRUCTURE, GOVERNANCE AND MANAGEMENT

#### Governing document

The organisation is a charitable company limited by guarantee, incorporated on 12th August 2007. It was registered with the Charity Commissioners with charity number 1126497 on 29th October 2008. 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.

The company is one of thirty Emmaus organisations currently operating in England and one of some four hundred worldwide using the same principles and methods of working.

The management of the charity is the responsibility of the Trustees who are elected under the terms of the company's Memorandum and Articles of Association.

Emmaus Hull and East Riding trustees are responsible for providing direction, strategy and governance to the charity. New trustees have been recruited as founding members retire from the Board. Responsibility for the operational activities of the charity is delegated to the director (non-board member), Mrs Kelly Finnis.

#### Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as trustees. Under the requirements of the Memorandum and Articles of Association, trustees are elected to serve for a period of three years after which they must be re-elected at the next Annual General Meeting.

Due to the nature of homelessness much of the charity's work inevitably focuses upon vulnerable people. The trustees seek to ensure that the needs of this group are appropriately reflected through the diversity of the trustee body. Former homeless people who join the Emmaus Community are known as Companions and therefore to enhance the potential pool of expertise, the charity will, when appropriate, seek to identify Companions or former Companions who would be willing to become members of the organisation to use their own experience to assist the charity.

# Emmaus Hull & East Riding

## Report of the Trustees

for the year ended 31st December 2020

### STRUCTURE, GOVERNANCE AND MANAGEMENT

#### Induction and training of new trustees

Emmaus Hull & East Riding follows Emmaus UK's Trustees Recruitment and Selection Process which is based on the NCVO good practice guide and also participates in Emmaus UK's Trustee Induction and Training Programme.

#### Remuneration

The charity has an agreed remuneration policy, governance of which is through the charity's remuneration committee. We are committed to ensuring an appropriate balance between paying staff fairly to support recruitment and retention and careful management of our financial resources. Benchmarking information is used where this is available. This includes comparisons with roles in similar organisations and from information collated from Emmaus UK. Local government, NJC scales, are used as a basis for determining salaries for all posts and an annual review of pay and cost of living adjustments is made by the remuneration committee annually.

#### Related parties

At a national level Emmaus Hull & East Riding is guided by Emmaus UK which advises members of the Emmaus Federation in the UK.

#### Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

A Risk Register is maintained and reviewed regularly.

Procedures are in place to ensure compliance with health and safety of staff, Companions, volunteers, clients and visitors to the project.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 28th July 2021 and signed on the board's behalf by:



Sir C J O'Donnell - Trustee

# **Independent Examiner's Report to the Trustees of Emmaus Hull & East Riding**

## **Independent examiner's report to the trustees of Emmaus Hull & East Riding ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31st December 2020.

### **Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

### **Independent examiner's statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered 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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

Luke Damien Taylor Bsc (Hons) ACA  
Institute of Chartered Accountants in England and Wales  
Smailes Goldie  
Chartered Accountants  
Regent's Court  
Princess Street  
Hull  
East Yorkshire  
HU2 8BA

28th July 2021



# Emmaus Hull & East Riding

## Statement of Financial Activities

### (Incorporating an Income and Expenditure Account)

for the year ended 31st December 2020

	Notes	Unrestricted fund £	Restricted funds £	Year ended 31.12.20 Total funds £	Period 1.7.18 to 31.12.19 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	87,736	1,111	88,847	81,460
<b>Charitable activities</b>					
The Orchard	5	-	262,972	262,972	393,379
Community Support		49,852	299,127	348,979	309,102
Other trading activities	3	-	182,707	182,707	287,558
Investment income	4	-	2,389	2,389	-
<b>Total</b>		<b>137,588</b>	<b>748,306</b>	<b>885,894</b>	<b>1,071,499</b>
<b>EXPENDITURE ON</b>					
Raising funds	6	264	4,237	4,501	20,923
<b>Charitable activities</b>					
The Orchard	7	-	252,795	252,795	433,721
Community Support		116,476	157,080	273,556	369,935
Other Trading Activities		-	172,277	172,277	233,122
<b>Total</b>		<b>116,740</b>	<b>586,389</b>	<b>703,129</b>	<b>1,057,701</b>
<b>NET INCOME</b>		<b>20,848</b>	<b>161,917</b>	<b>182,765</b>	<b>13,798</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		80,746	530,400	611,146	597,348
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>101,594</b>	<b>692,317</b>	<b>793,911</b>	<b>611,146</b>

The notes form part of these financial statements

# Emmaus Hull & East Riding

## Balance Sheet

31st December 2020

	Notes	2020 £	2019 £
<b>FIXED ASSETS</b>			
Tangible assets	14	608,532	612,183
Investments	15	<u>1</u>	<u>1</u>
		608,533	612,184
<b>CURRENT ASSETS</b>			
Debtors	16	51,636	78,060
Cash at bank and in hand		<u>373,365</u>	<u>197,866</u>
		425,001	275,926
<b>CREDITORS</b>			
Amounts falling due within one year	17	<u>(199,623)</u>	<u>(156,964)</u>
<b>NET CURRENT ASSETS</b>		<u>225,378</u>	<u>118,962</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		833,911	731,146
<b>CREDITORS</b>			
Amounts falling due after more than one year	18	<u>(40,000)</u>	<u>(120,000)</u>
<b>NET ASSETS</b>		<u>793,911</u>	<u>611,146</u>
<b>FUNDS</b>	21		
Unrestricted funds		101,595	80,746
Restricted funds		<u>692,316</u>	<u>530,400</u>
<b>TOTAL FUNDS</b>		<u>793,911</u>	<u>611,146</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st December 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

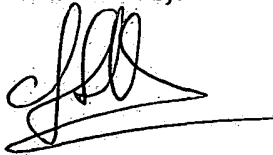
The notes form part of these financial statements

# Emmaus Hull & East Riding

## Balance Sheet - continued

31st December 2020

The financial statements were approved by the Board of Trustees and authorised for issue on 28th July 2021 and were signed on its behalf by:

A handwritten signature in black ink, appearing to be 'C J O'Donnell', written over a horizontal line.

Sir C J O'Donnell - Trustee

The notes form part of these financial statements

# Emmaus Hull & East Riding

## Cash Flow Statement

for the year ended 31st December 2020

	Notes	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	220,748	45,416
Interest paid		<u>(1,200)</u>	<u>(10,398)</u>
Net cash provided by operating activities		<u>219,548</u>	<u>35,018</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		<u>(4,049)</u>	<u>(20,707)</u>
Net cash used in investing activities		<u>(4,049)</u>	<u>(20,707)</u>
<b>Cash flows from financing activities</b>			
Loan repayments in year		<u>(40,000)</u>	<u>(80,000)</u>
Net cash used in financing activities		<u>(40,000)</u>	<u>(80,000)</u>
<b>Change in cash and cash equivalents in the reporting period</b>			
Cash and cash equivalents at the beginning of the reporting period		<u>197,866</u>	<u>263,555</u>
Cash and cash equivalents at the end of the reporting period		<u>373,365</u>	<u>197,866</u>

The notes form part of these financial statements

# Emmaus Hull & East Riding

## Notes to the Cash Flow Statement for the year ended 31st December 2020

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

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	<b>182,765</b>	<b>13,798</b>
<b>Adjustments for:</b>		
Depreciation charges	7,700	14,056
Loss on disposal of fixed assets	-	800
Interest paid	1,200	10,398
Decrease in debtors	26,424	4,391
Increase in creditors	<u>2,659</u>	<u>1,973</u>
<b>Net cash provided by operations</b>	<b><u>220,748</u></b>	<b><u>45,416</u></b>

### 2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20 £	Cash flow £	At 31.12.20 £
<b>Net cash</b>			
Cash at bank and in hand	<u>197,866</u>	<u>175,499</u>	<u>373,365</u>
	<u>197,866</u>	<u>175,499</u>	<u>373,365</u>
<b>Debt</b>			
Debts falling due within 1 year	-	(40,000)	(40,000)
Debts falling due after 1 year	<u>(120,000)</u>	<u>80,000</u>	<u>(40,000)</u>
	<u>(120,000)</u>	<u>40,000</u>	<u>(80,000)</u>
<b>Total</b>	<b><u>77,866</u></b>	<b><u>215,499</u></b>	<b><u>293,365</u></b>

The notes form part of these financial statements

# Emmaus Hull & East Riding

## Notes to the Financial Statements

for the year ended 31st December 2020

### 1. 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 2015)', 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 unless otherwise stated.

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. The charitable company adopted FRS 102 in the current year and there have been no transitional adjustments.

#### **Preparation of consolidated financial statements**

The financial statements contain information about Emmaus Hull & East Riding as an individual company and do not contain consolidated financial information as the parent of a group. The charity is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

#### **Income**

All income is recognised once the charitable company has entitlement to the funds after 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 from the sale of goods is recognised when significant risks and rewards of ownership of the goods have transferred to the buyer, the amount of income can be measured reliably, it is probable that the economic benefits associated with the transaction will flow to the charity and the costs incurred or to be incurred in respect of the transaction can be measured reliably. This is usually at the point of sale.

#### **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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

#### **Allocation and apportionment of costs**

Support costs relate to those functions that assist the work of the charity but do not directly undertake charitable activities. These include back office costs, finance, personnel, payroll and governance costs.

#### **Tangible fixed assets**

Freehold property is carried at a revalued amount, being its fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued

for the year ended 31st December 2020

### 1. ACCOUNTING POLICIES - continued

#### Tangible fixed assets

Tangible fixed assets, other than freehold property, 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:

Fixtures and fittings	- 33% reducing balance
Motor vehicles	- 20% on cost
Computer equipment	- 25% reducing balance
Plant and machinery	- 25% on cost

#### Taxation

The charity is exempt from corporation tax on its income and gains to the extent they are applied to its charitable activities.

#### 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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

#### 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.

#### 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 the Statement of Financial Activities.

#### Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

#### Stock

Where it is impractical to maintain stock records of donated goods, the value of goods is recognised at the point of sale.

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued for the year ended 31st December 2020

### 2. DONATIONS AND LEGACIES

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
Donations	85,200	79,623
Gift aid	<u>3,647</u>	<u>1,837</u>
	<u><b>88,847</b></u>	<u><b>81,460</b></u>

### 3. OTHER TRADING ACTIVITIES

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
Sales and recycling	179,707	287,558
Sponsorships	<u>3,000</u>	<u>-</u>
	<u><b>182,707</b></u>	<u><b>287,558</b></u>

### 4. INVESTMENT INCOME

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
Rents received	<u>2,389</u>	<u>-</u>

### 5. INCOME FROM CHARITABLE ACTIVITIES

	The Orchard £	Community Support £	Year ended 31.12.20 Total activities £	Period 1.7.18 to 31.12.19 Total activities £
Grants	19,419	351,326	370,745	276,990
Housing benefit	240,003	-	240,003	377,578
Training	<u>3,550</u>	<u>(2,347)</u>	<u>1,203</u>	<u>47,913</u>
	<u><b>262,972</b></u>	<u><b>348,979</b></u>	<u><b>611,951</b></u>	<u><b>702,481</b></u>

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

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
	<u>          </u>	<u>          </u>



# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued for the year ended 31st December 2020

### 5. INCOME FROM CHARITABLE ACTIVITIES - continued

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
James Reckitt Charity	3,500	10,000
Hull & East Riding Charitable Trust	10,000	10,000
Leonard Chamberlain Trust	20,000	40,000
Lloyds Foundation	9,000	25,000
Local Authorities	223,723	191,990
Homeless Link	50,000	-
National Lottery	28,571	-
Emmaus UK	10,000	-
Arco	1,000	-
Hull HARP	1,667	-
Government grants	<u>13,284</u>	-
	<u>370,745</u>	<u>276,990</u>

### 6. RAISING FUNDS

#### Raising donations and legacies

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
Fundraising costs	<u>4,501</u>	<u>20,923</u>

### 7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
The Orchard	252,795	-	252,795
Community Support	259,918	13,638	273,556
Other Trading Activities	<u>164,550</u>	<u>7,727</u>	<u>172,277</u>
	<u>677,263</u>	<u>21,365</u>	<u>698,628</u>

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued

for the year ended 31st December 2020

### 8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Year ended 31.12.20	Period 1.7.18 to 31.12.19
	£	£
Staff costs	324,946	445,166
Trustees' expenses	2,927	-
Rent, rates and water	149,087	206,761
Insurance	3,879	5,826
Light and heat	35,003	45,303
Telephone	11,742	21,321
Postage and stationery	4,668	6,091
Repairs & renewals	31,047	37,701
Sundries	8,538	16,142
Companion costs	52,282	126,535
Health and Safety	2,189	1,335
Subscriptions	12,125	7,412
Cleaning and waste disposal	15,141	20,621
Training	2,833	17,135
Motor expenses	13,156	31,111
Depreciation	7,700	14,056
Loss on sale of assets	-	800
	<u>677,263</u>	<u>1,003,316</u>

### 9. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Community Support	1,192	12,446	13,638
Other Trading Activities	<u>2,163</u>	<u>5,564</u>	<u>7,727</u>
	<u>3,355</u>	<u>18,010</u>	<u>21,365</u>

### 10. NET INCOME/(EXPENDITURE)

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

	Year ended 31.12.20	Period 1.7.18 to 31.12.19
	£	£
Depreciation - owned assets	7,700	14,057
Deficit on disposal of fixed assets	-	800
Independent examiner fees	4,582	1,575
Independent examiner fees for other accounting services	<u>4,874</u>	<u>2,100</u>

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued for the year ended 31st December 2020

### 11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2020 nor for the period ended 31st December 2019.

#### Trustees' expenses

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
Trustees' expenses	<u>2,927</u>	<u>-</u>

### 12. STAFF COSTS

	Year ended 31.12.20 £	Period 1.7.18 to 31.12.19 £
Wages and salaries	297,498	407,841
Social security costs	21,284	30,598
Other pension costs	<u>6,164</u>	<u>6,727</u>
	<u>324,946</u>	<u>445,166</u>

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

	Year ended 31.12.20	Period 1.7.18 to 31.12.19
Management	2	3
Admin and Support	<u>14</u>	<u>11</u>
	<u>16</u>	<u>14</u>

No employees received in excess of £60,000.

The total amount of employee benefits received by key management personnel for the year ended 31st December 2020, for their services to the charity was £81,949 (2019 18 months: £146,135)

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued

for the year ended 31st December 2020

### 13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	80,323	1,137	81,460
<b>Charitable activities</b>			
The Orchard	-	393,379	393,379
Community Support	60,155	248,947	309,102
Other trading activities	-	287,558	287,558
<b>Total</b>	140,478	931,021	1,071,499
<b>EXPENDITURE ON</b>			
Raising funds	1,382	19,541	20,923
<b>Charitable activities</b>			
The Orchard	-	433,721	433,721
Community Support	167,797	202,138	369,935
Other Trading Activities	1,872	231,250	233,122
<b>Total</b>	171,051	886,650	1,057,701
<b>NET INCOME/(EXPENDITURE)</b>	(30,573)	44,371	13,798
<b>Transfers between funds</b>	4,736	(4,736)	-
<b>Net movement in funds</b>	(25,837)	39,635	13,798
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	106,584	490,764	597,348
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>80,747</u>	<u>530,399</u>	<u>611,146</u>

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued for the year ended 31st December 2020

### 14. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
<b>COST</b>			
At 1st January 2020	580,000	3,765	35,557
Additions	-	-	-
At 31st December 2020	<u>580,000</u>	<u>3,765</u>	<u>35,557</u>
<b>DEPRECIATION</b>			
At 1st January 2020	-	416	25,525
Charge for year	-	941	2,855
At 31st December 2020	-	<u>1,357</u>	<u>28,380</u>
<b>NET BOOK VALUE</b>			
At 31st December 2020	<u>580,000</u>	<u>2,408</u>	<u>7,177</u>
At 31st December 2019	<u>580,000</u>	<u>3,349</u>	<u>10,032</u>
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1st January 2020	19,025	27,091	665,438
Additions	1,000	3,049	4,049
At 31st December 2020	<u>20,025</u>	<u>30,140</u>	<u>669,487</u>
<b>DEPRECIATION</b>			
At 1st January 2020	16,755	10,559	53,255
Charge for year	934	2,970	7,700
At 31st December 2020	<u>17,689</u>	<u>13,529</u>	<u>60,955</u>
<b>NET BOOK VALUE</b>			
At 31st December 2020	<u>2,336</u>	<u>16,611</u>	<u>608,532</u>
At 31st December 2019	<u>2,270</u>	<u>16,532</u>	<u>612,183</u>

During the year ended 30th June 2017, the freehold property was valued at £580,000 by Scotts Property LLP.

The property was valued on the basis of Market Value on the assumption of vacant possession.

If the assets had not been revalued, the aggregate cost would be £500,000.

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued for the year ended 31st December 2020

### 15. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
<b>MARKET VALUE</b>	
At 1st January 2020 and 31st December 2020	<u>1</u>
<b>NET BOOK VALUE</b>	
At 31st December 2020	<u>1</u>
At 31st December 2019	<u>1</u>

There were no investment assets outside the UK.

The charitable company's investment at the balance sheet date is in the one issued share of Emmaus Hull Trading Limited. This company is a wholly owned subsidiary company incorporated on 21 May 2015.

The company has aggregate share capital and reserves at the period end of £11,228 (2019 £25,591) and its profit for the period ended 31st December 2020 was £600 (2019 18 months £14,363).

### 16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade debtors	-	28,492
Other debtors	1,327	373
VAT	5,166	3,622
Prepayments and accrued income	<u>45,143</u>	<u>45,573</u>
	<u>51,636</u>	<u>78,060</u>

### 17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other loans (see note 19)	40,000	-
Trade creditors	-	2,462
Amounts owed to group undertakings	8,436	21,944
Social security and other taxes	3,309	7,925
Other creditors	3,765	4,230
Accruals and deferred income	<u>144,113</u>	<u>120,403</u>
	<u>199,623</u>	<u>156,964</u>

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued for the year ended 31st December 2020

### 18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2020 £	2019 £
Other loans (see note 19)	<u>40,000</u>	<u>120,000</u>

The above loan is a Rayne Foundation loan administered by Emmaus UK and was drawn down during the year ended 30 June 2016. Two remaining payments of £40,000 each are due by 31st July 2021 and 2022. The interest rate on the loan is 4%. Repayment of the loan balance in full must be made by 31st July 2022.

### 19. LOANS

An analysis of the maturity of loans is given below:

	2020 £	2019 £
Amounts falling due within one year on demand:		
Other loans	<u>40,000</u>	<u>-</u>
Amounts falling between one and two years:		
Other loans - 1-2 years	<u>40,000</u>	<u>40,000</u>
Amounts falling due between two and five years:		
Loan - 2-5 years	<u>-</u>	<u>80,000</u>

### 20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
Fixed assets	12,195	596,337	608,532	612,183
Investments	1	-	1	1
Current assets	40,661	384,340	425,001	275,926
Current liabilities	48,738	(248,361)	(199,623)	(156,964)
Long term liabilities	<u>-</u>	<u>(40,000)</u>	<u>(40,000)</u>	<u>(120,000)</u>
	<u>101,595</u>	<u>692,316</u>	<u>793,911</u>	<u>611,146</u>

### 21. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	80,746	20,849	101,595
<b>Restricted funds</b>			
The Orchard	(215,570)	15,343	(200,227)
Emmaus Trading Activities	634,734	83,207	717,941
Community Support	<u>111,236</u>	<u>63,366</u>	<u>174,602</u>
	<u>530,400</u>	<u>161,916</u>	<u>692,316</u>
<b>TOTAL FUNDS</b>	<u>611,146</u>	<u>182,765</u>	<u>793,911</u>

# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued

for the year ended 31st December 2020

### 21. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	137,588	(116,739)	20,849
<b>Restricted funds</b>			
The Orchard	268,378	(253,035)	15,343
Emmaus Trading Activities	259,219	(176,012)	83,207
Community Support	220,709	(157,343)	63,366
	<u>748,306</u>	<u>(586,390)</u>	<u>161,916</u>
<b>TOTAL FUNDS</b>	<u>885,894</u>	<u>(703,129)</u>	<u>182,765</u>

### Comparatives for movement in funds

	At 1.7.18 £	Net movement in funds £	Transfers between funds £	At 31.12.19 £
<b>Unrestricted funds</b>				
General fund	106,584	(30,574)	4,736	80,746
<b>Restricted funds</b>				
The Orchard	(171,685)	(43,885)	-	(215,570)
Emmaus Trading Activities	587,895	46,839	-	634,734
Building and Refurbishment	4,736	-	(4,736)	-
Community Support	69,818	41,418	-	111,236
	<u>490,764</u>	<u>44,372</u>	<u>(4,736)</u>	<u>530,400</u>
<b>TOTAL FUNDS</b>	<u>597,348</u>	<u>13,798</u>	<u>-</u>	<u>611,146</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	140,478	(171,052)	(30,574)
<b>Restricted funds</b>			
The Orchard	393,379	(437,264)	(43,885)
Emmaus Trading Activities	288,695	(241,856)	46,839
Community Support	248,947	(207,529)	41,418
	<u>931,021</u>	<u>(886,649)</u>	<u>44,372</u>
<b>TOTAL FUNDS</b>	<u>1,071,499</u>	<u>(1,057,701)</u>	<u>13,798</u>



# Emmaus Hull & East Riding

## Notes to the Financial Statements - continued for the year ended 31st December 2020

### 21. MOVEMENT IN FUNDS - continued.

#### Unrestricted Funds

The General fund is not designated for any particular purpose.

#### Restricted Funds

The Orchard fund relates to capital and revenue investments in the community facility:

The Emmaus Trading Activities fund relates to capital and revenue activities undertaken to generate funds.

The Building and Refurbishment project relates to maintenance and refurbishment of empty homes.

The Community Support fund relates to the income and expenditure for the provision of rough sleeping and street support services

### 22. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a defined contribution pension scheme. The charge to the profit and loss account for the year in respect of contributions payable to this scheme amounted to £6,164 (2019 £6,727). The outstanding contributions at 31st December 2020 were £2,405 (2019 £1,906).

### 23. CONTINGENT LIABILITIES

Total financial commitments, guarantees and contingencies which are not included in the balance sheet amount to £100,000 (2019 £100,000), for the repayment of a property grant.

### 24. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st December 2020.