

Charity Registration No. 1011337

Company Registration No. 2634724 (England and Wales)

HARROGATE HOMELESS PROJECT LIMITED
DIRECTORS' REPORT AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 AUGUST 2021

HARROGATE HOMELESS PROJECT LIMITED

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FOR THE YEAR ENDED 31 AUGUST 2021

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HARROGATE HOMELESS PROJECT LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

FOR THE YEAR ENDED 31 AUGUST 2021

Directors	J.K.B. Moulson L.M.E.D. Cameron H.L. Crossland J.R. Denning L. Evans M.J. Farrar N.A. Maury J.D. Thomas	(Chair) (Treasurer)
Charity number	1011337	
Company number	2634724	
Registered office	7 Bower Street Harrogate North Yorkshire HG1 5BQ	
Independent examiner	S J Williams FCA Murray Harcourt 6 Queen Street Leeds LS1 2TW	
Bankers	Virgin Money Ltd James Street Harrogate HG1 1QU	

HARROGATE HOMELESS PROJECT LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 AUGUST 2021

Introduction

Harrogate Homeless Project Limited ("HHP" or the "Project") is a registered charity No. 1011337 and is a registered company No. 2634724 limited by guarantee and not having share capital. The objectives of the company are set out in the Memorandum and Articles of Association as follows:-

1. To relieve the need of homeless people within the administrative area known as Harrogate by provision of temporary accommodation, advice and counselling and,
2. To conduct research into the causes and ways of relieving poverty and to publish findings by lectures, meetings, films, books, exhibitions and otherwise to educate the public.

The directors present their report and accounts for the year ended 31 August 2021. The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the company's Memorandum and Articles of Association, the Companies Act 2006 and Statement of Recommended Practice, "Accounting and Reporting by Charities" in accordance with the Financial Reporting Standard FRS 102 (effective January 2015).

Constitutional matters are detailed in its Memorandum and Articles of Association and HHP is managed by the Council of Management (the "trustees"). Those who served as directors in the period up to the date of signing these accounts:-

J.K.B. Moulson (Acting Chair)
I.F.B. Brown (Resigned 18 November 2020)
L.M.E.D. Cameron
H.L. Crossland
J.R. Denning
L.J. Estersen (Resigned 7 April 2021)
L. Evans (Appointed 3 September 2021)
M.J. Farrar
J.B. Halstead (Resigned 30 June 2021)
J.C. Harris CBE DL (Resigned 26 July 2021)
N.A. Maury (Appointed 24 August 2021)
Viscountess F.M. Mountgarret (Resigned 28 July 2021)
H.M. Shay (Resigned 25 July 2021)
J.D. Thomas (Treasurer - Appointed 3 September 2021)
J.M. Verity (Resigned 30 June 2021)

The Trustees confirm that they have complied with the Charity Commission's general guidance on public benefit when reviewing the charity's aim and objectives and in planning future activities. We have considered how planned activities will contribute to the aims and objectives that have been set.

The Chief Executive Officer is responsible for the management of HHP. The staff work to develop and improve working relationships with other agencies and relevant organisations in the Harrogate District. We work closely with Harrogate Borough Council and other organisations to achieve solutions for individual clients to maximise their chances of moving permanently away from homelessness. HHP employed 23 staff (part time and full time) as at 31st August 2021. They are supported by dedicated and trained volunteers.

HARROGATE HOMELESS PROJECT LIMITED

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2021

Objectives

HHP's mission is to provide people experiencing homelessness in the Harrogate District with a safe place to stay and the support they need to build confidence and move towards independent living.

Our key objective is that nobody in the Harrogate District has to sleep rough and people experiencing homelessness will have all the necessary support they need.

HHP was established 30 years ago in 1991 to help individuals who are vulnerably housed, or sleeping rough, recognising that rough sleeping is damaging to individuals and to society. The longer someone remains on the streets the greater the risk of being vulnerable to crime, substance misuse, physical and mental illness and of dying prematurely.

The Charity works with those experiencing homelessness to offer emergency accommodation, find longer term sustainable accommodation and work towards establishing everyday living and employment.

HHP is committed to providing a multi-agency response to help those experiencing homelessness to receive the support they need, so that there is a clear pathway to sustainable living.

Activities

Since the onset of the pandemic in March 2020, HHP's activities have been severely disrupted. Accommodation has continued to be provided albeit limited by the availability of related facilities. Face to face contact has been maintained as far as possible. The follow-on accommodation that was commissioned pre-pandemic could not be opened until the last few weeks of the financial year.

- HHP runs a 16 bed hostel in Bower Street, rented from Harrogate Borough Council ("HBC") for a peppercorn rent. The accommodation is funded through housing benefit, and grants from both HBC and North Yorkshire County Council ("NYCC"). During the pandemic this was operating a maximum of 50% capacity.
- Also in Bower Street, HHP now operates 8 follow-on flats in a property owned by HBC. This began to be occupied in autumn 2021 and therefore has limited income for the year ending 31 August 2021. This has now reached the planned occupancy levels.
- In Sykes Grove, HHP owns and operates a 3 bedroomed follow-on house. This began to be occupied in autumn 2021 and therefore has limited income for the year ending 31 August 2021. This has now reached the planned occupancy levels.
- Since 2012 HHP has operated the District's emergency accommodation for up to 5 people, under the No Second Night Out (NSNO) Initiative partnering with HBC. Whilst this has remained open during the pandemic, the capacity has been limited.
- Springboard is a critical part of HHP's operations, being a day centre providing amongst other things, medical attention including a weekly GP service, counselling, access to other agencies, laundry facilities, showers and food. Whilst this remained open during the pandemic as a vital lifeline, services were restricted. Springboard is now developing its services to become a hub for medical and wellbeing care, support and advice, access to other agencies such as housing options and mental health support, and a wide range of practical and necessary services.

HARROGATE HOMELESS PROJECT LIMITED

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2021

Achievements and performance

HHP has recently produced its first impact report showing the difference it makes to clients through stories and data.

For financial year to 31 August 2020, we provided 4,584 nights of accommodation. For the year to 31 August 2021, this dropped to 2,652 as Covid restrictions limited the capacity. For the 21/22 we expect the accommodation nights provided to be significantly higher than both pre-pandemic and 20/21, as we now have clients in both our follow-on housing properties that were not available to us until autumn 2021.

In Springboard, pre-pandemic there were typically over 700 monthly visits and provided c360 meals per month. This is now expected, post-pandemic, to return to/exceed those levels.

HHP is extremely grateful to all those individuals, companies and grant giving trusts without which we would have been unable to function effectively. Financial support and practical support has been generous and heartwarming. The support from Liz and Terry Bramall foundation and the Lloyds Bank Foundation amongst many others has been both generous and pragmatic.

We would also like to thank Harrogate Borough Council and North Yorkshire County Council for their practical and operational partnership, and their financial support. This partnership, with its shared objectives and values, is helping to secure much enhanced client outcomes.

This has also been a very challenging period for our staff who have worked tirelessly with clients throughout this difficult period. Their dedication, supported by our volunteers has been inspiring. We would like to put on record our thanks for everything that they have done.

Financial Review

20/21 has been a difficult year resulting in a deficit of £51,425 (2020 - £11,667). The main drivers have been the significant reduction in accommodation capacity, reducing housing benefit income. We have also not been able to benefit from the income potential from follow-on housing income in 5/6 Bower Street and Sykes Grove. Since the 31 August 2021, HHP is receiving increasing levels of housing benefit as these properties reach their planned occupancy levels.

HHP also focused on costs, managing to gradually reduce the cost run rate over the year by not replacing members of staff who resigned from the charity. This has to an extent mitigated some of the income reduction.

As at 31st August 2021, cash and bank balances totalled £229,206 (2020 - £233,289). HHP also own an unencumbered property in Sykes Grove with a net book value of £190,032 (2020 - £192,588). The total unrestricted funds were £304,780 (2020 - £354,178).

The directors confirm that in their view, the assets of the company are adequate to fulfil its current obligations.

HARROGATE HOMELESS PROJECT LIMITED

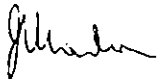
DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 31 AUGUST 2021

Reserves Policy

On the 16th November 2021 the trustees agreed a new reserves policy. This equates to reserves of £116,929 for the year 21/22. This represents a more conservative level than the previous policy which was a reserves level between £60,000 and £85,000. This new level equates to three months' expected expenditure, less the expected monies from Housing Benefit.

On behalf of the board of directors



Jenni Moulson
Director

HARROGATE HOMELESS PROJECT LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE DIRECTORS OF HARROGATE HOMELESS PROJECT LIMITED

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 August 2021 which are set out on pages 7 to 17.

This report is made solely to the company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's Trustees as a body, for my work or for this report.

Responsibilities and basis of report

As the charity 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 company'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.

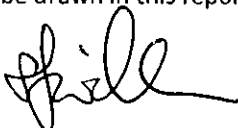
Independent examiner's statement

Since the company'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 the Institute of Chartered Accountants in England & 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 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.



Steven Williams FCA

Qualified member of the Institute of Chartered Accountants of England & Wales

Murray Harcourt Partners LLP

6 Queen Street

Leeds

LS1 2TW

13 May 2022

HARROGATE HOMELESS PROJECT LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	General funds £	Designated funds £	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income							
Donations and legacies	2	151,640	-	151,640	126	151,766	168,863
Other trading activities		-	-	-	-	-	-
Income from investments	3	42	-	42	-	42	326
		151,682	-	151,682	126	151,808	169,189
Income from Charitable activities	4	292,321	-	292,321	107,097	399,418	414,931
Other income		-	-	-	-	-	844
Total income		444,003	-	444,003	107,223	551,226	584,964
Expenditure							
Expenditure on Raising funds		-	-	-	-	-	2,877
Expenditure on Charitable activities	5	431,930	-	431,930	170,721	602,651	593,754
Other expenditure		-	-	-	-	-	-
Total expenditure		431,930	-	431,930	170,721	602,651	596,631
Net income/(expenditure) before transfers		12,073	-	12,073	(63,498)	(51,425)	(11,667)
Transfer between funds		19,754	(81,225)	(61,471)	61,471	-	-
Net income/(expenditure) for the year / Net movement in funds		31,827	(81,225)	(49,398)	(2,027)	(51,425)	(11,667)
Fund balances at 1 September 2020		272,953	81,225	354,178	2,027	356,205	367,872
Fund balances at 31 August 2021		304,780	-	304,780	-	304,780	356,205
Represented by:							
Tangible fixed assets		207,569	-	207,569	9,968	217,537	209,955
Other funds		97,211	-	97,211	(9,968)	87,243	146,250
		304,780	-	304,780	-	304,780	356,205

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HARROGATE HOMELESS PROJECT LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	10	217,537		209,955	
Investments		-		-	
Total fixed assets			217,537		209,955
Current assets					
Debtors	11	5,522		6,192	
Cash at bank and in hand		229,206		233,289	
Total current assets		234,728		239,481	
Liabilities					
Creditors: amounts falling due within one year	12	(147,485)		(93,231)	
Net current assets			87,243		146,250
Net assets			304,780		356,205
The funds of the charity:					
Unrestricted income funds			304,780		354,178
Restricted income funds	14		-		2,027
Total charity funds			304,780		356,205

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2021. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The Directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 accounts, so far as applicable to the company.

The accounts were approved by the Board on 5 May 2022.



J D Thomas
Director
Company Registration No. 2634724

HARROGATE HOMELESS PROJECT LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2021

	Note	2021 £	2020 £
Cash used in operating activities	18	<u>14,623</u>	<u>(5,714)</u>
Cash flows from investing activities			
Interest income		42	326
Purchase of tangible fixed assets		(18,748)	(8,650)
Cash provided by (used in) investing activities		<u>(18,706)</u>	<u>(8,324)</u>
Increase (decrease) in cash and cash equivalents in the year		<u>(4,083)</u>	<u>(14,038)</u>
Cash and cash equivalents at the beginning of the year		233,289	247,327
Total cash and cash equivalents at the end of the year		<u>229,206</u>	<u>233,289</u>

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2021

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities" in accordance with the Financial Reporting Standard FRS 102 (effective 1 January 2019) and the Companies Act 2006.

1.2 Going concern

The Directors have prepared a cash flow forecast covering a period of at least 12 months from the date of approval of these financial statements. The cash flow forecast shows that the company should be able to pay its debts as they fall due and accordingly the Directors have prepared the financial statements on a going concern basis.

1.3 Income

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity, however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

1.4 Expenditure

All expenditure is accounted for on the accruals basis.

Costs relating directly to the objectives of the company and governance costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements are treated as direct charitable expenditure.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold land	Nil
Freehold property	2% Straight-line
Fixtures, fittings & equipment	25% Reducing balance

Any fixed asset purchased with the help of a grant is depreciated on the gross value of the asset. Depreciation is then charged to the appropriate fund. Assets costing under £100 are not capitalised.

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

1.6 Property repairs

Repairs and improvements to the short-term leasehold property are written off to the statement of financial activities when incurred.

1.7 Taxation

Due to the charitable status of the company no tax is payable on the charity's income for the year. It is also exempt from the requirement to pay Capital Gains Tax. Value Added Tax is not recoverable by the company, consequently all expenditure in these financial statements is stated inclusive of Value Added Tax where applicable.

1.8 Accumulated funds

Restricted funds are only to be used in accordance with specific restrictions imposed by the donor. The purposes and uses of the funds are set out in the notes to the accounts.

Unrestricted funds are general funds which are available at the discretion of the Directors in furtherance of the general objectives of the charity.

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

2	Donations and legacies	Unrestricted Funds £	Restricted funds £	Total 2021 £	Total 2020 £
	Donations and legacies	151,640	126	151,766	168,863

Of donations and legacies of £168,863 in the prior year, £165,480 related to unrestricted funds and £3,383 related to restricted funds

3	Income from investments	2021 £	2020 £
	Interest receivable	42	326

4	Income from charitable activities	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
	Housing benefit	84,758	11,995	96,753	155,386
	Service charge	8,410	2,047	10,457	17,372
	Grants	199,153	93,055	292,208	242,173
		292,321	107,097	399,418	414,931

Included within grants is an amount for Supporting People of £47,560 (2020 - £53,040).

Of income from charitable activities of £414,931 in the prior year, £301,914 related to unrestricted funds and £113,017 related to restricted funds.

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

5 Expenditure

Expenditure on charitable activities

	General funds £	Designated funds £	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Staff costs	363,109	-	363,109	102,334	465,443	480,118
Property and occupancy costs	32,161	-	32,161	36,373	68,534	52,166
Household and support costs	25,131	-	25,131	19,306	44,437	47,745
Governance costs	2,047	-	2,047	-	2,047	840
Legal and professional costs	3,611	-	3,611	7,413	11,024	4,923
Depreciation	5,871	-	5,871	5,295	11,166	7,962
	431,930	-	431,930	170,721	602,651	593,754

Staff costs include all employment related expenditure including training. Property and occupancy costs include rent of all premises, including Move On houses operated under the NSNO scheme, lighting and heating, council tax and other property related expenditure. Household and support costs include expenditure on telephones, operating costs of office equipment, disposal of refuse and contaminated waste, office supplies and health and safety costs. Legal and professional charges include consultants' fees and outsourcing charges, together with governance costs including the independent review of these accounts of £2,048 (2020 - £840).

Of expenditure on charitable activities of £593,754 in the prior year, £372,607 related to unrestricted funds and £221,147 related to restricted funds.

Expenditure on raising funds

Expenditure on raising funds in the period of £nil (2020 - £2,877).

6 Directors and key management personnel

None of the Directors (or any persons connected with them) received any remuneration during the year, and none of them were reimbursed any travelling expenses (2020 - £nil).

The key management personnel comprise the Trustees, the Chief Executive and two Service Managers. The total employee benefits of the key management personnel of the company were £98,722 (2020 - £101,372).

7 Pensions

The company's workplace pension scheme is operated by The People's Pension (administered by B&CE Financial Services Limited). Employees and the company make contributions into the Scheme which is a money purchase auto-enrolment scheme. New employees are automatically enrolled into the scheme and may exercise their right to opt out of the scheme at their discretion. Minimum contributions made by employees and employers are defined by government in the Pensions Act 2008 and associated Regulations and the company complies with those requirements. The total contributed by the company in the year was £11,244 (2020 - £11,401).

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

8 Employees

Number of employees

The average number of employees during the year was:

	2021	2020
	Number	Number
Management	3	3
Support and project workers	14	14
Housekeeper	1	1
	<u>18</u>	<u>18</u>
	—	—
Employment costs	2021	2020
	£	£
Wages and salaries	423,151	437,694
Social security costs	25,962	26,938
Pension contributions	11,244	11,401
	<u>460,357</u>	<u>476,033</u>
	—	—

The average number of employees as shown above is calculated on a full-time equivalent basis. The actual total average number of staff is 23 (2020 - 22).

There were no employees whose annual remuneration was £60,000 or more.

9 Transfers

Transfers of £61,471 from unrestricted to restricted were to extinguish fund deficits on the Springboard fund (£30,353) and NSNO fund (£33,145) and to reclassify the remaining balance on historic restricted funds, as unrestricted (£2,027).

An in-year transfer of £81,225 reflected the reclassification of designated funds as unrestricted funds.

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

10 Tangible fixed assets	Freehold land buildings £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 September 2020	202,813	59,771	262,584
Additions	-	18,748	18,748
Disposals	-	-	-
At 31 August 2021	202,813	78,519	281,332
Depreciation			
At 1 September 2020	10,225	42,404	52,629
On disposals	-	-	-
Charge for the year	2,556	8,610	11,166
At 31 August 2021	12,781	51,014	63,795
Net book value			
At 31 August 2021	190,032	27,505	217,537
<i>At 31 August 2020</i>	<i>192,588</i>	<i>17,367</i>	<i>209,955</i>

All fixed assets are used in direct furtherance of the charity's objectives. A property was purchased using available funds in a prior year as a move-on house due to difficulties in finding suitable premises to lease.

11 Debtors	2021 £	2020 £
Other debtors and accrued income	5,522	6,192
	5,522	6,192
12 Creditors: amounts falling due within one year	2021 £	2020 £
Trade creditors	633	4,003
Other creditors	7,869	-
Taxes and social security	8,350	8,563
Deferred income	105,622	46,321
Accruals	25,011	34,344
	147,485	93,231

Deferred income includes the portion of a grant for the Service for Adults Facing Exclusion project applicable to the year beginning 1 September 2021 of £17,500 (2020 - £17,500); the portion of a grant from the Lloyds Bank Foundation for England and Wales applicable to the year beginning 1 September 2021 of £22,222 (2020 - £22,222); the portion of a grant from the Bramwell Foundation applicable to the year beginning 1 September 2021 of £30,000 (2020 - £nil) and the entirety of the Supporting People grant of £35,000 (2020 - £nil) also applicable to the year beginning 1 September 2021.

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

13 Share capital

The company is registered as a company Limited by Guarantee and has no share capital. Every member of the company is a guarantor for a maximum of £1.

14 Funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes

Restricted funds

	Balance at 1 September 2020	Movement in funds		Transfers	Balance at 31 August 2021
		Income	Expenditure		
Refurbishment fund	16	-	-	(16)	-
No 8 Bedsit furniture	16	-	-	(16)	-
Service User Fund	1,995	-	-	(1,995)	-
No Second Night Out	-	46,542	(79,687)	33,145	-
Service for Adults Facing Exclusion	-	30,000	(30,000)	-	-
Springboard	-	30,681	(61,034)	30,353	-
	<u>2,027</u>	<u>107,223</u>	<u>(170,721)</u>	<u>61,471</u>	<u>-</u>

The Springboard fund is for running costs of the Day Centre, and the shortfall in expenditure of £30,353 was met by a transfer from unrestricted funds.

The No Second Night Out fund ("NSNO") incurred a shortfall in expenditure of £33,145 which was met by a transfer from unrestricted funds.

Unrestricted funds

	Balance at 1 September 2020	Movement in funds		Transfers	Balance at 31 August 2021
		Income	Expenditure		
General	272,953	444,003	(431,930)	19,754	304,780
Designated	81,225	-	-	(81,225)	-
	<u>354,178</u>	<u>444,003</u>	<u>(431,930)</u>	<u>(61,471)</u>	<u>304,780</u>

HARROGATE HOMELESS PROJECT LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

15 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total 2021 £
Fund balances at 31 August 2021 are represented by:			
Tangible fixed assets	207,569	9,968	217,537
Current assets	169,067	65,661	234,728
Current liabilities	(71,856)	(75,629)	(147,485)
	<u>304,780</u>	<u>-</u>	<u>304,780</u>

Tangible fixed assets include freehold land and buildings with a net book value of £190,032 representing a Move-On property in the No Second Night Out scheme. The property was purchased in 2017 due to difficulties in sourcing suitable properties for lease when occupants are receiving benefits.

The balance of unrestricted funds remaining after accounting for tangible fixed assets is £97,211 and this represents the free funds available for continuing the charity's daily activities.

16 Commitments under operating leases

As at the year end and the prior year end there were no commitments under operating leases.

17 Commitments

The properties used for temporary accommodation were leased, rent free, from Harrogate Borough Council until 20 March 2025. The annual rental value of the properties is estimated to be £12,000.

18 Reconciliation of net movement in funds to net cash flow from operation activities

	2021 £	2020 £
Net movement in funds	(51,425)	(11,667)
Add back depreciation	11,166	7,962
Deduct interest income shown in investing activities	(42)	(326)
Decrease (increase) in debtors	670	2,311
Increase (decrease) in creditors	54,254	(3,994)
Net cash used in operating activities	<u>14,623</u>	<u>(5,714)</u>