

REGISTERED NUMBER: 2783331 (England and Wales)

**THE NEWARK EMMAUS TRUST
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE DIRECTORS AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2021**

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

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FOR THE YEAR ENDED 31ST MARCH 2021**

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THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

**COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MARCH 2021**

CHARITY NAME: The Newark Emmaus Trust

REGISTERED COMPANY NUMBER: 2783331 (England and Wales)

REGISTERED CHARITY NUMBER: 1017344

**TENANT SERVICES
AUTHORITY REGISTERED NUMBER:** 4640

OPERATIONAL ADDRESS: 37 Northgate
Newark
Nottinghamshire
NG24 1HD

REGISTERED OFFICE: 3 Middlegate
Newark
Nottinghamshire
NG24 1AQ

MANAGEMENT COMMITTEE: J D Blatherwick - Vice Chairman and Treasurer
N J Burley - Chief Executive Officer (no voting rights)
A J Down
E E Fulcher
S M Gilbert
M R Haig
J A Howlett - Chairman
N J Kenward
A C Kitt
A A M Readman
C Rose

SECRETARY: J D Blatherwick

REPORTING ACCOUNTANT: Adrian Haigh FCA
Stephenson Nuttall & Co
Chartered Accountants
Ossington Chambers
6/8 Castle Gate
Newark
Nottinghamshire
NG24 1AX

SOLICITORS: Tallents Solicitors, 3 Middlegate, Newark, Nottinghamshire, NG24 1AQ

BANKERS: HSBC, The Market Place, Newark, Nottinghamshire, NG24 1EQ
Barclays Bank, The Market Place, Newark, Nottinghamshire, NG24 1EJ
CAF Bank, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4JP

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

**TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2021**

The Trustees, who are also Directors of the charity for the purposes of the Companies Act, present their report with the financial statements of the charitable company for the year ended 31st March 2021.

DIRECTORS AND TRUSTEES

The Directors, who are also the Trustees of the charity, during the whole of the period from 1st April 2020 to the date of this report were:

J D Blatherwick - Treasurer
A J Down
E E Fulcher
S M Gilbert
M R Haig
J A Howlett - Chairman
N J Kenward
A C Kitt
A A M Readman
C Rose

REVIEW OF THE BUSINESS INCLUDING OBJECTIVES AND STRATEGIES FOR ACHIEVING THOSE OBJECTIVES

Our charity's purposes as set out in the objects contained in the company's Memorandum of Association are:

- 1) To relieve, mitigate and prevent poverty, suffering and distress.
- 2) To relieve in cases of need, hardship or distress young persons who are homeless or likely to become homeless and in particular the company may:-
 - a) Provide or assist directly or indirectly in the provision of temporary or emergency accommodation for homeless young persons in the town of Newark-on-Trent, in the County of Nottinghamshire.
 - b) Provide or assist directly or indirectly in the provision of a home, hostel or other premises as short term accommodation with limited emergency access for the assistance, support or moral guidance of homeless young persons in Newark-on-Trent in order to enable them to move on to more permanent accommodation.

Specific Aims

- To assist young people to improve skills, confidence and awareness, to become responsible citizens and better neighbours in the community, and to avoid eviction and break the homelessness cycle.
- To encourage and equip the homeless young people of Newark to meet daily life challenges and ultimately to be a positive contributor to the local community.
- To increase confidence. To make and act on informed choices. To reduce anti-social behaviour. To gain mutual respect of peers and the community.
- To increase career related skills to reduce the chance of returning to poverty and homelessness.
- To work collaboratively with organisations to develop a more accurate picture of the true nature and extent of youth homelessness.

Objective

- To provide a safe and supportive environment in the form of temporary accommodation in Newark for up to 2 years (104 weeks) to progress towards living independently.
- To provide one-to-one professional keywork support including the use of Star Charts (a keyworking and outcomes monitoring tool designed to both support and measure change when working with young people). To build confidence, self-belief and raise self-esteem.
- To provide direct access to practical skills workshops and academic training workshops in the NET HUB (The Trust's own training centre) including team building and leadership awareness.
- To provide a Residents' Activities programme that includes organising communal activities and community events, and access to volunteering and focus groups to allow young people to have a voice both in the Trust and in the community.
- To provide statistics on homelessness to the Youth Homelessness Databank and Centrepoint and take part in Government consultation as appropriate.

**TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2021**

Ensuring our Work Delivers our Aims

- We review our aims, objectives, and activities each year. This review looks at what we achieved and the outcomes of our work in the current financial year. We look at the success of each key activity and the benefits they have brought to those groups of people we are set up to help. The review also helps us to ensure that our aims, objectives and activities remain focused on our stated purposes.
- We have referred to the guidance contained in the Charity Commission's guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

FINANCIAL REVIEW

The surplus for the year ended 31st March 2021 was £38,353, together with a remeasurement loss on defined benefit pension scheme of £286,000. The charity had net assets of £612,765 at 31st March 2021.

We have continued to receive generous local support. Donations and legacies for the year amounted to £83,651. We have continued to apply for and receive grants throughout the year. Grants are usually restricted which is recorded in both management accounts and annual accounts.

Our staff have continued to ensure that we have as few voids or bad debts as possible, again maintaining our income flow from housing benefits and rents.

The Trust has a fundraising and communications policy and strategy which has been produced to increase our work in this important area. The aim is to raise funds for necessities with the Project that cannot be met with financial support from elsewhere and to provide matched funding to support applications. These funds will be used for the benefit of our residents and to deliver our aims and objectives as detailed earlier. The strategy is to be reviewed on a regular basis to ensure that it is up to date, on track, and in compliance with the Fundraising Regulator.

The Trustees are satisfied that the present level of funding is adequate to maintain the high standard of care that we expect to give the young people and to support the continuation of the Trust. The Trustees consider the level of reserves and financial position of the Trust to be satisfactory at the present time.

Finance sub-committee

The Finance Sub-Committee meets every other month (and as and when necessary) to review procedures and monitor the Trust's finances in detail and to supervise fundraising. The Treasurer and the Chief Executive Officer report to the full Management Committee.

Cash levels are suitably monitored and managed by the Finance Committee who report to the full Management Committee.

The Finance Committee regularly review annual budgets and forecasts to ensure the Trust's ability to continue to deliver its objects.

Reserves policy

To ensure that our aims can be achieved, the Trustees recognise that they need to set aside reserves. Although we have a duty to apply income that we receive in carrying out the objects set out in our Memorandum of Association, we believe we also have a duty to continue to maintain a reserves provision to enable us to do our best to secure the future of the Trust.

The Trustees consider that within General funds there are certain designated amounts as follows:-

Cash Float - The Trust keeps a float to cover any short-term setbacks in funding or cash flow difficulties.

Property Maintenance - Reserves may be needed to meet the working capital requirements of the Trust for any major repairs or renovation work on properties.

Funding Risks and Contingency - To provide financial security and to enable normal operating activities to continue in the event of a significant loss of income.

Pension scheme liability

The charity has a defined benefit pension scheme liability of £1,310,000 as at 31st March 2021 in respect of the Nottinghamshire County Council Pension Fund. The Trustees are fully aware of the impact of this liability on the unrestricted funds and are actively considering future options to manage the consequences of this situation. Additional contributions are made monthly towards the deficit. The Trustees obtain actuarial valuations as they become available. The implications to the Trust's finances are considered from these valuations. The defined benefit pension scheme is now closed to new members.

**TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2021**

Investment policy

Under the Memorandum and Articles of Association, the charity has the power to make any investment which the Trustees see fit. The charity has a policy of keeping appropriate levels of liquid funds in accounts that can be accessed readily. This policy is regularly reviewed to ensure that it supports the medium to long-term financial security of the Trust and continues to assist in funding present and future activities. From a financial risk perspective, the Trust adopts a fairly low risk approach and has adopted the policy of spreading investments across different Financial Services Authority authorised financial institutions. The Finance Committee undertakes a review of investment funds at least annually.

Principal risks and uncertainties

The tough economic climate has forced the Trust to consider its accounts in detail. Financial risks include a material pension deficit. Thanks to historically prudent financial planning we have reserves which, along with successful grant awards should continue to tide us over for the foreseeable future. Considerable effort is being made to look at wider/alternative income streams and methods of cost cutting whilst wishing to maintain the high standards that we have already established. We continue to look for efficiencies without compromising our ethos.

Main trends and factors underlying the development and performance and position of the Trust

During this period of economic uncertainty, the Trust's reserves are important in helping to mitigate the main risks to the organisation. The future remains uncertain as a consequence of the continuing economic position within the sector in which the Trust operates.

Our Management Committee remains strong and we have a dedicated and loyal professional work force. In spite of economic turbulence caused by the global pandemic, the Trust plans to continue the activities outlined above in the forthcoming years subject to satisfactory funding arrangements. We have proved in the past that we can be flexible, and we can therefore look forward with confidence that we can adapt to whatever challenges we have to face.

ASSESSMENT OF COMPLIANCE WITH GOVERNANCE AND FINANCIAL VIABILITY STANDARD

The Trust is regulated by the Regulator of Social Housing (RSH) and is therefore required to comply with the RSH's standards for governance and financial viability. As far as the Management Committee are aware the Trust complies with all of the relevant standards.

ASSESSMENT OF HOW THE NEWARK EMMAUS TRUST IS ACHIEVING VALUE FOR MONEY (INCLUDING PERFORMANCE METRICS)

This report outlines our approach to value for money and what we have achieved over the last financial year to make sure we have achieved the outcomes required under the Value for Money Standard 2018 and to ensure that we make the most out of our resources.

The Trust aims to achieve value for money by delivering services as cost effectively as possible whilst maintaining high levels of tenant satisfaction. The Trust is aware that in the continuing climate of public sector funding cuts we need to demonstrate the ability to do more for less. In order to achieve this, the Management Committee aim to keep management and other administration costs to a minimum.

Our business planning, decision making and value for money strategy is designed to obtain better outcomes for young people that ultimately leads to a job and a home. Value for money is an integral part of all of our planning and is aimed at achieving cost savings and obtaining the most from our money.

Performance is compared with the Trust's own value for money targets, any metrics set out by the regulator and the performance of other providers of accommodation for homeless young people. A system is in place for regular monitoring of performance against targets. Reporting of performance to the regulator is provided on a timely basis.

The Trustees consider the value for money performance of the Trust to be satisfactory and are continually striving to make improvements.

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2021

During 2020/21 the Trust has focused on delivering value for money through the following activities:-

- In spite of the effects of COVID we have still managed to achieve a 90% occupancy level.
- Seeking funding to recruit a mental health support worker has not been achieved.
- We have been able to secure funding during the year to cover core support costs and activities.
- We investigated improving two of our properties and looked at the possibility of increasing accommodation and improving the existing accommodation. This was done pro-hono by an Architect provided via LandAid. Unfortunately, due to COVID we could not make further progress but we have approached LandAid to revisit this again, hopefully next year.
- We continued to work on building up reserves to cover the Nottinghamshire County Council pension deficit. This will be an ongoing challenge for us.
- We considered the possibility of working with an Independent Financial Advisor to look at our investments in fixed term bonds to make the best use of cash over and above the working capital requirements. However, due to the current economic circumstances we put further investments on hold. We will continue to review the situation as appropriate.
- We intended to expand our drop-in support services for young people to access support, advice and signposting. Again due to COVID this has not been possible this year, but we still continue to offer the support when we can.
- We restructured the support workers' delivery and work patterns which included recruiting a new position of a waking nights support worker.
- A Coronavirus contingency action plan was implemented together with completing risk assessments and developing new communication streams. We included new policies and revised our activity and workshops.
- The Directors' strategy day to review the business plan and strategy for 2020-2023 to include vision, values and SWOT analysis had to be postponed due to COVID but is now due to take place in the New Year by Zoom.
- We were successful in seeking funding to provide new telephony and IT equipment to enable staff to work more effectively and have better communications with our residents. This was particularly important during lockdown when staff were working from home.
- Lloyds Bank Foundation funding has enabled us to look at implementing a new database system to enable better and more efficient monitoring.
- Funding has enabled us to provide new CCTV equipment to provide additional security.
- We have increased the range of AQA qualifications available to our residents. The quality of the ones completed to date has been exceptional.
- We have implemented a new Fundraising, Communications and PR plan which has been funded through Lloyds Bank Foundation. Unfortunately, we were unable to have any fundraising events due to COVID.
- We reviewed our workplace stress procedures and have developed a new policy. Staff have completed training this year in Workplace Wellbeing and Display Screen Equipment which has been particularly important during lockdown to help with feelings of depression and isolation and also to keep safe while home working.
- We have developed our Move On programme, which is funded by Nationwide Building Society, enabling more residents to be supported for up to six months after resettlement.

Our value for money performance in accordance with the measures required by the Regulator of Social Housing is as follows:-

Economy

This relates to minimising the cost of inputs of an activity with the aim of using our resources to save costs, time and effort.

	Year ended 31 st March 2021	Year ended 31 st March 2020
Headline social housing cost per unit	£ 7,074	£ 7,376

Headline Social housing cost per unit - assesses the headline social housing cost per unit.

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

TRUSTEES' ANNUAL REPORT FOR THE YEAR ENDED 31ST MARCH 2021

Efficiency

This is a measure of productivity. We strive to deliver the same level of service for less cost, time or effort.

	Year ended 31 st March 2021	Year ended 31 st March 2020
Reinvestment in housing units for young people	0.0%	0.0%
Operating margin (social housing lettings only)	47.7%	45.0%
Operating margin (overall)	7.9%	7.3%
Return on capital employed	3.1%	3.0%
Earnings before interest, tax, depreciation and major repairs included interest cover	429.3%	518.1%
Gearing	Currently The Newark Emmaus Trust does not have any borrowings or interest on borrowing.	

Reinvestment % - this metric looks at the investment in properties (existing stock as well as new supply) as a percentage of the value of total properties held.

Operating margin % - the operating margin demonstrates the profitability of operating assets before exceptional expenses are taken into account.

Return on capital employed % - this metric compares the operating surplus to total assets less current liabilities to assess the efficient investment of capital resources.

Earnings before interest, tax, depreciation, major repairs included interest cover % - is a key indicator for liquidity and investment capacity. It seeks to measure the level of surplus that a registered provider generates compared to interest payable; the measure avoids any distortions stemming from the depreciation charge.

Gearing % - this metric assesses how much of the adjusted assets are made up of debt and the degree of dependence on debt finance.

Effectiveness

This is a measure of the extent to which intended outcomes are achieved.

	Year ended 31 st March 2021	Year ended 31 st March 2020
New supply delivered (social housing units)	0.0%	0.0%
New supply delivered (non-social housing units)	0.0%	0.0%

New supply delivered % - this metric sets out the number of new social housing and non-social housing units that have been acquired or developed in the year as a proportion of total social housing units and non-social housing units owned at the year end.

PLANS FOR FUTURE PERIODS

Plans for 2021/22 include:-

- Hold a strategy day with Directors and Senior Management Team and update the 3 year strategic plan.
- Review the training plan to include issues coming out of COVID.
- Invest in external professional trainers to cover identified needs.
- Look for new streams of funding for core costs and activities.
- Review all properties and update the strategic building plan.
- Implement the events calendar from September.
- Devise a new corporate sponsorship package.
- Establish new partnerships within and outside Newark.
- Review the current performance management procedure.
- Recruit a new Director of PR and Communications.
- Update the health lifestyles strategy and action plan with particular focus on mental health post COVID.
- Apply for 2021 Newark Business Award.
- Commence a new drop in centre.
- Embed the peer mentoring programme.
- Recruit volunteers where appropriate.
- Install the new electronic monitoring database 'Lamplight'.
- Continue to be part of local and national advisory panels and groups.
- Continue volunteer work with our residents in the local community to promote positive relationships for the Trust.

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31ST MARCH 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Newark Emmaus Trust is a charitable company limited by guarantee and does not have any share capital. It was incorporated on 25th January 1993 and registered as a charity on 16th February 1993. Every member of the company has limited liability in the form of a guarantee of up to £1. The company was set up under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. The company is exempt under Section 60 of the Companies Act 2006 from using the word Limited in its name. On the 14th January 2011 The Newark Emmaus Trust became a Registered Social Housing Provider, Registered number 4640.

Recruitment and appointment of Directors/Trustees

The Management Committee seek a diverse range of candidates with the skills needed by the Trust. Prospective Trustees are interviewed by a member of the Management Committee and the application is considered by the Management Committee in terms of the skills, experience and knowledge of the applicant. Prior to appointment, the Trust checks the prospective Trustee has not been disqualified from acting as a Trustee and that there are no legal or other barriers to the appointment. Prospective Trustees are asked to consider and declare any existing or potential conflicts of interest. After serving a probationary period, the prospective Trustee may be invited to become a Trustee. Relevant information packs and guidance notes are provided to the prospective Trustee, together with latest accounts, minutes and the Trust's governing document.

Organisational structure

We are managed by a voluntary Management Committee (who with the exception of the Chief Executive Officer, are all Directors of the charity). The Committee meets once a month to decide policy and to delegate responsibility to either staff or members of the Management Committee. The Management Committees responsibilities are further delegated to sub-committees of Trustees who meet regularly with relevant staff members. The present sub-committees are:- Finance, Staffing PR Fundraising and Community and Health and Safety. The day to day responsibility for the provision of the services and operational management of the Trust rests with the Chief Executive Officer, who in turn is supported by a Deputy Chief Executive Officer and the Finance and Business Manager. The professional staff have the day to day responsibilities of running the Trust, its properties and the management of the residents.

Risk management

The Management Committee has conducted a review of the major risks to which the Trust is exposed. A risk register has been established and is updated annually. Where appropriate, systems or procedures have been established to mitigate the risks the Trust faces. Significant external risks to funding have led to the development of a strategic plan, which will allow for the diversification of funding and activities. Procedures are in place to ensure compliance with health and safety of staff, volunteers, young people and visitors to the Trust.

INTERNAL FINANCIAL CONTROL

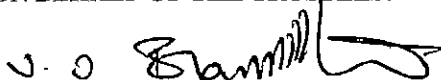
The Trustees recognise and accept their responsibility for the charity's system of internal control and reviewing its effectiveness. The Trustees demand a strong control environment that is designed to manage rather than eliminate the risk of failure to achieve the charity's objectives and that provides reasonable assurance against material misstatement or loss. The Trustees accept that a system of internal control cannot provide absolute assurance against material misstatement or loss.

The Trustees have reviewed the effectiveness of the charity's internal controls and risk management for the year ended 31st March 2021. There is a range of established strategic and operational policies that ensure that the charity is viable, well governed and well managed. These policies are supported by strong management structures and clear accountability.

The Trustees are satisfied that the system of internal control has been operating effectively for the year and that there are no incidents of weaknesses leading to material loss, contingency or uncertainty that require separate disclosure in the Financial Statements.

This report has been prepared in accordance with the Statement of Recommended Practice Social Housing Providers 2018 and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE TRUSTEES:



J.D. Blatherwick - Secretary

Dated: 19.7.21

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

**ACCOUNTANTS' REPORT TO THE BOARD ON THE UNAUDITED ACCOUNTS OF
THE NEWARK EMMAUS TRUST**

We report on the accounts for the year ended 31st March 2021 set out on pages 9 to 23.

Respective responsibilities of the Trustees and Reporting Accountants

The Trustees of the Registered Social Housing Provider are responsible for the preparation of the accounts, and they consider that the Registered Social Housing Provider is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

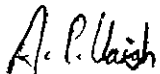
Basis of opinion

Our procedures consisted of comparing the accounts with the accounting records kept by the Registered Social Housing Provider and making such enquiries of the officers for the Registered Social Housing Provider as we considered necessary for the purpose of this report. These procedures provide the only assurance expressed in our opinion.

Opinion

In our opinion:

- the accounts for year ended 31st March 2021 are in accordance with the accounting records kept by the Registered Social Housing Provider under paragraph 153(2)(a) of the Housing and Regeneration Act 2008;
- having regard only to, and on the basis of the information contained in the accounting records:
 - the accounts comply with the requirements of the Charities Act 2011;
 - the Registered Social Housing Provider has satisfied the conditions for exemption from an audit of the accounts for the year ended 31st March 2021 specified in section 136(3) of the Housing and Regeneration Act 2008;
- the accounts comply with the requirements of the Housing and Regeneration Act 2008 and the Accounting Direction for Private Registered Providers of Social Housing in England 2019.



Adrian Haigh FCA
Stephenson Nuttall & Co.
Chartered Accountants
Ossington Chambers
6/8 Castle Gate
Newark
Nottinghamshire
NG24 1AX

Date: 20th August 2021

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

STATEMENT OF COMPREHENSIVE INCOME (INCLUDING INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 31ST MARCH 2021

	Notes	31/3/21 £	31/3/20 £
Turnover	2	746,042	749,674
Less: Operating costs	2	<u>687,254</u>	<u>695,271</u>
Operating surplus		58,788	54,403
Interest receivable and other income	5	2,565	2,278
Interest and financing costs	6	(23,000)	(21,000)
Realised surplus on disposal of investment		—	<u>12,495</u>
Surplus on ordinary activities before taxation		38,353	48,176
Tax on surplus on ordinary activities		—	—
Surplus for the year after tax		38,353	48,176
Remeasurement gain/(loss) on defined benefit pension scheme 15		<u>(286,000)</u>	<u>27,000</u>
Total Comprehensive Income for the year		<u>(247,647)</u>	<u>75,176</u>

None of the Registered Social Housing Providers activities were acquired or discontinued during the current and previous year.

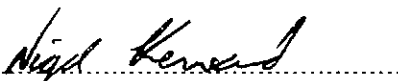
These financial statements were approved by the Board of Directors on its behalf by:

19.7.21

and were signed on



J.D. Blatherwick - Director and Trustee



N.J. Kenward - Director and Trustee

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

STATEMENT OF FINANCIAL POSITION
31ST MARCH 2021

	Notes	31/3/21		31/3/20	
		£	£	£	£
FIXED ASSETS					
Housing properties	11		1,016,663		1,042,850
Other freehold properties	11		160,888		165,707
Other fixed assets	11		76,795		79,356
Investments	12		<u>81,395</u>		<u>165,995</u>
			1,335,741		1,453,908
CURRENT ASSETS					
Debtors	13	113,867		43,595	
Cash at bank and in hand		<u>499,854</u>		<u>378,583</u>	
		613,721		422,178	
CREDITORS					
Amounts falling due within one year	14	<u>26,697</u>		<u>32,674</u>	
NET CURRENT ASSETS			<u>587,024</u>		<u>389,504</u>
NET ASSETS EXCLUDING PENSION LIABILITY			1,922,765		1,843,412
Defined benefit pension scheme liability	15		<u>1,310,000</u>		<u>983,000</u>
NET ASSETS			<u>612,765</u>		<u>860,412</u>
FUNDS	16				
Unrestricted funds					
General funds			<u>781,492</u>		<u>662,524</u>
Unrestricted funds excluding pension liability			781,492		662,524
Pension reserve			<u>(1,310,000)</u>		<u>(983,000)</u>
Total unrestricted (deficit)/funds			(528,508)		(320,476)
Restricted funds			124,610		138,038
Endowment reserve			<u>1,016,663</u>		<u>1,042,850</u>
TOTAL FUNDS			<u>612,765</u>		<u>860,412</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 and section 129 of the Housing and Regeneration Act 2008 for the year ended 31st March 2021.


The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st March 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- ensuring that the charitable company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 profit or loss 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 financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and the Accounting Direction for Private Registered Providers of Social Housing 2019.

The financial statements were approved and authorised for issue by the Board of Directors on 19-7-21 and were signed on its behalf by:


.....
J D Blatherwick - Director and Trustee


.....
N J Kerward - Director and Trustee

The notes on pages 13 to 23 form part of these financial statements

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

STATEMENT OF CHANGES IN RESERVES
FOR THE YEAR ENDED 31ST MARCH 2021

	General unrestricted funds £	Pension reserve £	Total unrestricted funds £	Restricted funds £	Endowment reserve £	Total £
AT 31ST MARCH 2019	604,097	(930,000)	(325,903)	43,812	1,067,327	785,236
Surplus/(deficit) for the year	81,950	(128,000)	(46,050)	94,226	-	48,176
Remeasurement gain/(loss) on defined benefit pension scheme	-	27,000	27,000	-	-	27,000
Transfers (Pension contributions)	(48,000)	48,000	-	-	-	-
Transfers (Housing properties - depreciation)	<u>24,477</u>	<u>-</u>	<u>24,477</u>	<u>-</u>	<u>(24,477)</u>	<u>-</u>
AT 31ST MARCH 2020	662,524	(983,000)	(320,476)	138,038	1,042,850	860,412
Surplus/(deficit) for the year	141,311	(94,000)	47,311	(8,958)	-	38,353
Remeasurement gain/(loss) on defined benefit pension scheme	-	(286,000)	(286,000)	-	-	(286,000)
Transfers (Pension contributions)	(53,000)	53,000	-	-	-	-
Transfers (Capital expenditure)	4,470	-	4,470	(4,470)	-	-
Transfers (Housing properties - depreciation)	<u>26,187</u>	<u>-</u>	<u>26,187</u>	<u>-</u>	<u>(26,187)</u>	<u>-</u>
At 31ST MARCH 2021	<u>781,492</u>	<u>(1,310,000)</u>	<u>(528,508)</u>	<u>124,610</u>	<u>1,016,663</u>	<u>612,765</u>

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MARCH 2021**

	31/3/21		31/3/20	
	£	£	£	£
NET CASH FLOW FROM OPERATING ACTIVITIES (Note 18)		50,061		123,054
CASH FLOW FROM INVESTING ACTIVITIES				
Payments to acquire tangible fixed assets	(16,247)		(5,487)	
Proceeds from sale of investments	85,995		159,135	
Purchase of investments	(1,395)		(160,995)	
Interest received and other income	<u>2,857</u>		<u>1,475</u>	
NET CASH FLOW FROM INVESTING ACTIVITIES		<u>71,210</u>		<u>(5,872)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS		121,271		117,182
Cash and cash equivalents at 1 st April 2020		<u>378,583</u>		<u>261,401</u>
CASH AND CASH EQUIVALENTS AT 31ST MARCH 2021		<u>499,854</u>		<u>378,583</u>
CASH AND CASH EQUIVALENTS CONSISTS OF:				
Cash at bank and in hand		<u>499,854</u>		<u>378,583</u>
CASH AND CASH EQUIVALENTS AT 31ST MARCH 2021		<u>499,854</u>		<u>378,583</u>

The notes on pages 13 to 23 form part of these financial statements

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

1. ACCOUNTING POLICIES

General information and basis of preparation

The Newark Emmaus Trust is a charitable company limited by guarantee, and a Private Registered Provider of Social Housing in the United Kingdom. The address of the registered office is in the Registered Social Housing Provider information on page 1 of these financial statements. The nature of The Newark Emmaus Trust operations and principal activities is to provide supported accommodation for young persons in cases of need, hardship or distress in the town of Newark-on-Trent in the county of Nottinghamshire.

The Registered Social Housing Provider constitutes a public benefit entity as defined by FRS 102.

The financial statements have been prepared in accordance with applicable standards including Financial Reporting Standard 102 "The Financial Reporting Standard Applicable in the UK and Republic of Ireland" (FRS 102), the Statement of Recommended Practice for Social Housing Providers 2018, and with the Accounting Direction for Private Registered Providers of Social Housing in England 2019. The financial statements are also prepared under the requirements of the Housing and Regeneration Act 2008 and the Companies Act 2006.

The financial statements have been prepared on a going concern basis under the historical cost convention.

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.

Turnover

Turnover is net of voids and includes:

- Rents and service charges from social housing lettings
- Revenue grants
- Donations and legacies

Voids represent rent losses arising from vacant accommodation and the amount is shown in Note 3 as required by the Accounting Direction for Private Registered Providers of Social Housing in England 2019.

Grants received to finance the activities of the charity are credited to the Statement of Comprehensive Income in the period to which they relate.

Grants received for the restricted purpose of providing fixed assets are accounted for immediately as restricted funds. Where the fixed assets' acquisition discharges the restriction, the assets will be held in unrestricted funds. If the use of the assets is unrestricted the Trustees consider creating a designated fund reflecting the book value of the assets as appropriate. The relevant fund will then be reduced over the useful economic life of the asset in line with its depreciation.

Income received by way of donations, legacies and gifts is included in full in the Statement of Comprehensive Income when there is sufficient certainty that the receipt of income is probable.

Donated goods, services or facilities are included at the value to the charity where this can be quantified and the receipt of economic benefit from the use by the charity is probable. The value of services provided by volunteers has not been included in these accounts.

Apportionment of housing management and non-social housing activities expenses

Expenditure is included in the Statement of Comprehensive Income on an accruals basis, inclusive of any VAT which cannot be recovered.

Expenditure relating to one activity or cost category has been directly allocated. Wages have been apportioned in accordance with grant agreements where applicable and on the following basis:

	Social housing Lettings	Non-social housing activities
Wages	30%	70%

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

1. ACCOUNTING POLICIES continued

Pension costs

The charity has adopted status as part of the local government pension scheme for its employees, which is administered by Nottinghamshire County Council. The pension scheme is a multi-employer scheme where it is possible for individual employers as admitted bodies to identify their share of the assets and liabilities of the pension scheme. Therefore, The Newark Emmaus Trust must account for the scheme as a defined benefit scheme in accordance with FRS 102.

The defined benefit pension scheme provides benefits based on final pensionable salary. The costs of providing pension benefits have been recognised in accordance with FRS 102.

Under FRS 102, the assets and liabilities of the multi-employer scheme are essentially treated as assets and liabilities of the individual employer. The operating costs of providing retirement benefits to employees are recognised in the period in which they are earned by employees and finance costs and other changes in the value of the pension scheme assets and liabilities are recognised in the period in which they arise.

The charity also operates a separate defined contribution pension scheme. Contributions payable to this scheme are charged to the Statement of Comprehensive Income in the period they are incurred.

Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity.

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 Endowment Reserve is only expendable in respect of Housing Properties. The Endowment Reserve represents those assets which must be held permanently, principally Housing Properties. Revenue and expenditure cannot be directly set against Endowment Reserve but is taken through the Statement of Comprehensive Income and then a transfer to Endowment Reserve is made as appropriate.

Tangible fixed assets

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

Housing Properties	- 2% on cost
Other Freehold property	- 2% on cost
Motor vehicles	- 25% on reducing balance
Equipment and computers	- 20% on reducing balance

A review for impairment is carried out at the end of each reporting period by directors.

Debtors and creditors receivable/payable within one year

Debtors and creditors receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Statement of Comprehensive Income.

Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are included at fair value at each reporting date if this can be reliably measured, with changes in fair value recognised in the Statement of Comprehensive Income.

Investments held as part of short-term treasury management for a planned expenditure purpose are classified as current assets.

Value Added Tax

The Newark Emmaus Trust is not registered for Value Added Tax. In these financial statements, where applicable, expenditure is shown inclusive of Value Added Tax.

Taxation

The Charity and is exempt from UK taxation.

Judgements and key sources of estimation uncertainty

The Management Committee do not believe that any accounting judgements or estimates have been applied to these financial statements that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year.

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

2. PARTICULARS OF TURNOVER, OPERATING COSTS AND OPERATING SURPLUS

	Notes	Turnover £	31/3/21		Turnover £	31/3/20	
			Operating costs £	Operating surplus/(deficit) £		Operating costs £	Operating surplus/(deficit) £
Social housing lettings	3	487,335	254,673	232,662	482,363	265,533	216,830
Non-social housing activities	4	<u>258,707</u>	432,581	(173,874)	<u>267,311</u>	<u>429,738</u>	<u>(162,427)</u>
		<u>746,042</u>	<u>687,254</u>	<u>58,788</u>	<u>749,674</u>	<u>695,271</u>	<u>54,403</u>

Social housing lettings comprise income and expenditure in respect of the provision of accommodation for homeless young people who are at risk and between the ages of 16 - 25 years.

Non-social housing activities comprise grants, donations and other income for the support and life skills training of homeless young people who are at risk and costs incurred in support and training of homeless young people, income generation activities, and in supporting the governance of the charity.

3. PARTICULARS OF INCOME AND EXPENDITURE FROM SOCIAL HOUSING LETTINGS

	31/3/21 £	31/3/20 £
Rent, housing benefits and service agreement	<u>487,335</u>	<u>482,363</u>
<u>Turnover from social housing lettings</u>	<u>487,335</u>	<u>482,363</u>
Management Costs		
Insurance	5,566	4,877
Service Costs		
Staff costs (note 8)	144,842	148,651
Telephone	750	750
Routine maintenance and renewals		
Maintenance and services	73,021	85,603
Bad debts	2,044	(965)
Depreciation		
Housing properties	26,187	24,477
Equipment and computers	<u>2,263</u>	<u>2,140</u>
<u>Operating costs on social housing lettings</u>	<u>254,673</u>	<u>265,533</u>
<u>Operating surplus on social housing lettings</u>	<u>232,662</u>	<u>216,830</u>
<u>Void losses</u>	<u>23,972</u>	<u>13,596</u>

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

4. PARTICULARS OF INCOME AND EXPENDITURE FROM NON-SOCIAL HOUSING ACTIVITIES

	31/3/21		31/3/20	
	£	£	£	£
Grants				
Active Partners Trust		10,553		-
Asda		600		-
Birmingham Children's Trust		-		9,532
BNA Charitable Incorporated		-		12,000
Children in Need		32,225		30,173
Co-op		560		-
Groundwork UK		500		-
Hertfordshire County Council		-		903
John Lewis Partnership		2,000		-
J N Derbyshire Trust		2,000		-
Landaid		4,936		-
Leeds Building Society		975		-
Lloyds Bank Foundation		12,137		7,130
London North Eastern Railway Limited		4,800		-
Mansfield Building Society		200		-
Masonic Charitable Trust		1,050		-
National Lottery Fund		92,356		89,858
Nationwide Building Society		-		45,398
Nottinghamshire County Council		500		7,243
Nottinghamshire County Council – Councillors' Divisional Fund		-		1,900
Nottinghamshire Fire & Rescue Service		-		3,540
Peterborough City Council		968		-
Skipton Building Society		-		690
The Morrisons Foundation		4,855		-
The7Stars Foundation		2,491		-
The Thomas Farr Charity		-		1,000
Virgin Money		15		-
Waitrose		711		-
		<u>174,432</u>		<u>209,367</u>
Donations and legacies				
Covenants	1,440		1,350	
Donations	13,786		55,207	
Legacies	<u>68,425</u>		-	
		83,651		56,557
Other income				
Fundraising income		<u>624</u>		<u>1,387</u>
Turnover from non-social housing activities		<u>258,707</u>		<u>267,311</u>
Expenditure				
Staff costs (note 8)		337,965		346,853
Office costs		23,700		28,548
Training centre general costs		808		743
Bursary scheme		25		721
Motor expenses		1,960		615
Accountancy		3,480		3,660
Bank charges		754		1,094
Recruitment and advertising		449		768
Other professional fees		4,609		4,899
Other freehold properties depreciation		4,819		4,819
Equipment and computers depreciation		6,962		6,522
Motor vehicles depreciation		9,583		1,667
Residential activities	37,467		29,191	
Less: Residents contributions	-		(362)	
		<u>37,467</u>		<u>28,829</u>
Operating costs on non-social housing activities		<u>432,581</u>		<u>429,738</u>
Operating surplus/(deficit) on non-social housing activities		<u>(173,874)</u>		<u>(162,427)</u>

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

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

5. INTEREST RECEIVABLE AND OTHER INCOME	31/3/21 £ <u>2,565</u>	31/3/20 £ <u>2,278</u>
Interest receivable and other income		
6. INTEREST AND FINANCING COSTS	31/3/21 £ <u>23,000</u>	31/3/20 £ <u>21,000</u>
Finance costs of defined benefit pension scheme		
7. OPERATING SURPLUS FOR THE YEAR		
The operating surplus for the year is stated after charging:		
	31/3/21 £ 49,814	31/3/20 £ 39,625
Depreciation - owned assets		
Pension costs - defined benefit scheme	70,000	106,000
Pension costs - defined contribution scheme	<u>10,012</u>	<u>9,100</u>
8. STAFF COSTS		
	31/3/21 £ 371,931	31/3/20 £ 350,518
Wages and salaries		
Social security costs	30,864	29,886
Pension costs - defined benefit scheme	70,000	106,000
Pension costs - defined contribution scheme	<u>10,012</u>	<u>9,100</u>
	<u>482,807</u>	<u>495,504</u>
	31/3/21 £ 144,842	31/3/20 £ 148,651
Social housing lettings		
Non-social housing activities	<u>337,965</u>	<u>346,853</u>
	<u>482,807</u>	<u>495,504</u>

No employee received emoluments of more than £60,000.

	31/3/21 Number <u>12</u>	31/3/20 Number <u>12</u>
The average monthly number of employees during the year was as follows:		

The remuneration (including pension contributions) paid to the Senior Management Team during the year was £236,415 (2020 - £226,572).

The Chief Executive Officer is included in the defined contribution pension scheme, and is an ordinary member of the scheme. No enhanced or special terms apply.

9. DIRECTORS' REMUNERATION

None of the directors received any remuneration for their services during the year.

10. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31st March 2021 nor for the year ended 31st March 2020.

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

11. **FIXED ASSETS**

	Housing properties £	Other freehold properties £	Total freehold properties £	Motor vehicles £	Equipment and computers £	Totals £
COST						
At 1 st April 2020	1,342,851	240,950	1,583,801	40,000	76,513	1,700,314
Additions	-	-	-	-	16,247	16,247
At 31 st March 2021	<u>1,342,851</u>	<u>240,950</u>	<u>1,583,801</u>	<u>40,000</u>	<u>92,760</u>	<u>1,716,561</u>
DEPRECIATION						
At 1 st April 2020	300,001	75,243	375,244	1,667	35,490	412,401
Charge for year	<u>26,187</u>	<u>4,819</u>	<u>31,006</u>	<u>9,583</u>	<u>9,225</u>	<u>49,814</u>
At 31 st March 2021	<u>326,188</u>	<u>80,062</u>	<u>406,250</u>	<u>11,250</u>	<u>44,715</u>	<u>462,215</u>
NET BOOK VALUE						
At 31 st March 2021	<u>1,016,663</u>	<u>160,888</u>	<u>1,177,551</u>	<u>28,750</u>	<u>48,045</u>	<u>1,254,346</u>
At 31 st March 2020	<u>1,042,850</u>	<u>165,707</u>	<u>1,208,557</u>	<u>38,333</u>	<u>41,023</u>	<u>1,287,913</u>

Freehold properties comprise housing accommodation, offices, staff accommodation and a training centre. The cost of properties which are used for multiple purposes has been apportioned using a best estimate based on the number of rooms.

12. **FIXED ASSET INVESTMENTS**

	31/3/21 £	31/3/20 £
Investments at market value	<u>81,395</u>	<u>165,995</u>

13. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/3/21 £	31/3/20 £
Rent arrears	54,005	35,923
Prepayments and other debtors	<u>59,862</u>	<u>7,672</u>
	<u>113,867</u>	<u>43,595</u>

14. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31/3/21 £	31/3/20 £
Accruals and deferred income	<u>26,697</u>	<u>32,674</u>

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

15. PENSION COMMITMENTS

a) Defined contribution pension scheme

The charity operates a defined contribution pension scheme for its employees. The amount recognised as an expense in the period was £10,012 (2020 - £9,100).

b) Defined benefit pension scheme

The charity is one of many participants in a pension scheme operated by Nottinghamshire County Council Pension Fund. The assets of the scheme are held separately from those of the charity. Pension costs are assessed in accordance with the advice of an independent qualified actuary using the projected unit method.

Actuarial valuations are carried out on a triennial basis at which time the calculations and actuarial assumptions are revised. The most recent actuarial valuation of the Pension Fund was carried out as at 31st March 2019 and resulted in the charity's contribution to the ongoing service cost increasing at 20.2% of pensionable pay from 1st April 2020.

In order to reduce the pension scheme deficit the charity pays additional contributions which for the year ended 31st March 2021 totalled £15,238 (2020 - £16,397). The additional contributions for the year ended 31st March 2022 will be £15,794, rising each year by an inflation rate of 3.7% for each of the following twenty years. It is expected that this should be sufficient for the charity's share of the scheme to be fully funded by 2040 and that thereafter the charity's contributions will revert to the ongoing service cost.

In addition to the above, the following information is required to be disclosed in accordance with FRS 102 in respect of the part of the Nottinghamshire County Council Pension Fund attributable to the charity.

The total cost recognised in the period was as follows:-

	31/3/21	31/3/20
	£	£
Current service cost	70,000	75,000
Past service costs, including curtailments	-	31,000
Net interest income/expense	23,000	21,000
Administration expenses	<u>1,000</u>	<u>1,000</u>
Recognised in the surplus/deficit for the year	94,000	128,000
Remeasurement (gain)/loss recognised in other comprehensive income (see below)	<u>286,000</u>	<u>(27,000)</u>
Total cost recognised	<u>380,000</u>	<u>101,000</u>

The remeasurement (gain)/loss recognised in other comprehensive income comprises the following amounts:-

	31/3/21	31/3/20
	£	£
Actuarial (gain)/loss	635,000	(219,000)
Other actuarial (gains)/losses	-	72,000
Change in demographic assumptions	(26,000)	(23,000)
Experience (gain)/loss on scheme obligation	(22,000)	(41,000)
Actual return on scheme assets (excluding interest income)	<u>(301,000)</u>	<u>184,000</u>
Remeasurement (gain)/loss recognised in other comprehensive income	<u>286,000</u>	<u>(27,000)</u>

Amounts recognised on the Statement of Financial Position were as follows:-

	31/3/21	31/3/20
	£	£
Present value of funded obligations	(3,202,000)	(2,514,000)
Fair value of scheme assets	<u>1,892,000</u>	<u>1,531,000</u>
Net defined benefit pension scheme liability	<u>(1,310,000)</u>	<u>(983,000)</u>

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

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

15. PENSION COMMITMENTS - continued

Changes in the present value of the defined benefit obligations were as follows:-

	31/3/21	31/3/20
	£	£
Opening defined benefit obligation	2,514,000	2,657,000
Current service cost	70,000	75,000
Interest expense	59,000	63,000
Actuarial (gain)/loss	635,000	(219,000)
Change in demographic assumptions	(26,000)	(23,000)
Experience (gain)/loss	(22,000)	(41,000)
Past service costs, including curtailment	-	31,000
Contributions by scheme participants	12,000	12,000
Benefits paid	<u>(40,000)</u>	<u>(41,000)</u>
Closing defined benefit obligation	<u>3,202,000</u>	<u>2,514,000</u>

Changes in fair value of the pension scheme assets were as follows:-

	31/3/21	31/3/20
	£	£
Opening scheme assets	1,531,000	1,727,000
Interest income	36,000	42,000
Actual return on scheme assets (excluding interest income)	301,000	(184,000)
Other actuarial gains/(losses)	-	(72,000)
Administration expenses	(1,000)	(1,000)
Contributions by employer	53,000	48,000
Contributions by scheme participants	12,000	12,000
Benefits paid	<u>(40,000)</u>	<u>(41,000)</u>
Closing scheme assets	<u>1,892,000</u>	<u>1,531,000</u>

The amount that each major class of pension scheme assets constitutes of the fair value of the total scheme assets was as follows:-

	31/3/21		31/3/20	
	£		£	
Equities	1,205,000	64%	980,000	64%
Gilts	67,000	4%	50,000	3%
Other bonds	141,000	7%	133,000	9%
Property	201,000	11%	194,000	13%
Cash	101,000	5%	37,000	2%
Inflation-linked pooled fund	74,000	4%	56,000	4%
Infrastructure	<u>103,000</u>	5%	<u>81,000</u>	5%
Total assets	<u>1,892,000</u>	100%	<u>1,531,000</u>	100%

The return on scheme assets was as follows:-

	31/3/21	31/3/20
	£	£
Interest income	36,000	42,000
Actual return on scheme assets (excluding interest income)	301,000	(184,000)
Other actuarial gains/(losses)	-	(72,000)
Total return on plan assets	<u>337,000</u>	<u>(214,000)</u>

The principal actuarial assumptions used were as follows:-

	31/3/21	31/3/20
Discount rate	1.95%	2.35%
Expected rates of salary increases	3.85%	2.90%
Expected rates of pension increases	2.85%	1.90%
Expected rate of inflation	2.85%	1.90%

The mortality assumptions used for longevity (in years) on retirement at age 65 are:

Retiring at the Statement of Financial Position date		
- Males	21.6	21.8
- Females	24.3	24.4
Retiring in 20 years		
- Males	22.9	23.2
- Females	25.7	25.8

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

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

16. FUNDS

	Unrestricted General funds £	Pension reserve £	Total Unrestricted funds £	Restricted funds £	Endowment reserve £	Total funds £
Income						
Social housing lettings	487,335	-	487,335	-	-	487,335
Donations and legacies	82,551	-	82,551	1,100	-	83,651
Other income	-	-	-	624	-	624
Grants	-	-	-	<u>174,432</u>	-	<u>174,432</u>
Turnover	569,886	-	569,886	176,156	-	746,042
Interest receivable and other income	<u>2,565</u>	-	<u>2,565</u>	-	-	<u>2,565</u>
Total income	<u>572,451</u>	-	<u>572,451</u>	<u>176,156</u>	-	<u>748,607</u>
Expenditure						
Insurance	5,566	-	5,566	-	-	5,566
Staff costs	281,014	70,000	351,014	131,793	-	482,807
Telephone - accommodation	750	-	750	-	-	750
Maintenance and services	66,804	-	66,804	6,217	-	73,021
Residential activities	2,150	-	2,150	35,317	-	37,467
Office costs - telephone	1,095	-	1,095	4,125	-	5,220
Office costs - other	12,893	-	12,893	5,587	-	18,480
Training Centre general costs	308	-	308	500	-	808
Bursary scheme	25	-	25	-	-	25
Motor expenses	548	-	548	1,412	-	1,960
Accountancy	3,480	-	3,480	-	-	3,480
Bad debts	2,044	-	2,044	-	-	2,044
Bank charges	754	-	754	-	-	754
Recruitment and advertising	449	-	449	-	-	449
Other professional fees	3,446	1,000	4,446	163	-	4,609
Depreciation - Housing properties	26,187	-	26,187	-	-	26,187
Depreciation - Other freehold properties	4,819	-	4,819	-	-	4,819
Depreciation - Motor vehicles	9,583	-	9,583	-	-	9,583
Depreciation - Equipment and computers	<u>9,225</u>	-	<u>9,225</u>	-	-	<u>9,225</u>
	431,140	71,000	502,140	185,114	-	687,254
Finance costs of defined benefit pension scheme	-	23,000	23,000	-	-	23,000
	<u>431,140</u>	<u>94,000</u>	<u>525,140</u>	<u>185,114</u>	-	<u>710,254</u>
Surplus/(deficit) for the year	141,311	(94,000)	47,311	(8,958)	-	38,353
Remeasurement gain/(loss) on defined benefit pension scheme	-	(286,000)	(286,000)	-	-	(286,000)
Transfers (Pension contributions)	(53,000)	53,000	-	-	-	-
Transfers (Capital expenditure)	4,470	-	4,470	(4,470)	-	-
Transfers (Housing properties - depreciation)	26,187	-	26,187	-	(26,187)	-
Balance at 1 st April 2020	<u>662,524</u>	<u>(983,000)</u>	<u>(320,476)</u>	<u>138,038</u>	<u>1,042,850</u>	<u>860,412</u>
Balance at 31 st March 2021	<u>781,492</u>	<u>(1,310,000)</u>	<u>(528,508)</u>	<u>124,610</u>	<u>1,016,663</u>	<u>612,765</u>

Restricted funds are represented principally by funding for in-house and outdoor activities for residents and vulnerable people from the following organisations:-

Active Partners Trust
Children in Need
John Lewis Partnership
J N Derbyshire Trust
Landaid
Lloyds Bank Foundation
London North Eastern Railway Limited
Masonic Charitable Trust
National Lottery Fund
The7Stars Foundation
The Morrisons Foundation
Waitrose

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

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

16. FUNDS - continued

The Endowment reserve is established to provide supported accommodation for young persons in cases of need, hardship or distress in the town of Newark-on-Trent in the county of Nottinghamshire.

The transfers to Pension reserve of £53,000 from unrestricted general funds represent contributions by the employer comprising a standard contribution based on pensionable pay of £37,762 and an additional contribution to eliminate the pension deficit of £15,238.

Included within the restricted funds balance at 31st March 2021 is an amount of £73,640 relating to a project funded by the National Lottery Fund. This balance represents amounts received during the year of £92,356 plus a balance brought forward of £63,219 less expenditure incurred during the year of £81,935.

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

YEAR ENDED 31ST MARCH 2021

	General funds £	Pension reserve £	Total unrestricted funds £	Restricted funds £	Endowment reserve £	Totals £
FIXED ASSETS						
Housing properties	-	-	-	-	1,016,663	1,016,663
Other freehold properties	160,888	-	160,888	-	-	160,888
Other fixed assets	76,795	-	76,795	-	-	76,795
Investments	81,395	-	81,395	-	-	81,395
CURRENT ASSETS						
Debtors	113,867	-	113,867	-	-	113,867
Cash at bank and in hand	375,244	-	375,244	124,610	-	499,854
CREDITORS						
Amounts falling due within one year	(26,697)	-	(26,697)	-	-	(26,697)
DEFINED BENEFIT PENSION SCHEME LIABILITY						
	-	(1,310,000)	(1,310,000)	-	-	(1,310,000)
TOTAL NET ASSETS/(LIABILITIES)	781,492	(1,310,000)	(528,508)	124,610	1,016,663	612,765

YEAR ENDED 31ST MARCH 2020

	General funds £	Pension reserve £	Total unrestricted funds £	Restricted funds £	Endowment reserve £	Totals £
FIXED ASSETS						
Housing properties	-	-	-	-	1,042,850	1,042,850
Other freehold properties	165,707	-	165,707	-	-	165,707
Other fixed assets	79,356	-	79,356	-	-	79,356
Investments	165,995	-	165,995	-	-	165,995
CURRENT ASSETS						
Debtors	43,595	-	43,595	-	-	43,595
Cash at bank and in hand	240,545	-	240,545	138,038	-	378,583
CREDITORS						
Amounts falling due within one year	(32,674)	-	(32,674)	-	-	(32,674)
DEFINED BENEFIT PENSION SCHEME LIABILITY						
	-	(983,000)	(983,000)	-	-	(983,000)
TOTAL NET ASSETS/(LIABILITIES)	662,524	(983,000)	(320,476)	138,038	1,042,850	860,412

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

18. RECONCILIATION OF OPERATING SURPLUS/(DEFICIT) TO CASH FLOW FROM OPERATING ACTIVITIES

	31/3/21	31/3/20
	£	£
Operating Surplus/(deficit) for the year	58,788	54,403
Adjustments for non-cash items:		
Depreciation of tangible fixed assets	49,814	39,625
Decrease/(increase) in debtors	(70,564)	5,634
Increase/(decrease) in creditors	(5,977)	6,892
Receipt of donated assets	-	(42,500)
Defined benefit pension costs less contributions payable	<u>18,000</u>	<u>59,000</u>
Net cash flow from operating activities	<u>50,061</u>	<u>123,054</u>

19. CONTINGENT LIABILITIES

The charity had no contingent liabilities at 31st March 2021 (2020 - none).

20. CAPITAL COMMITMENTS

The charity had no capital commitments at 31st March 2021 (2020 - none).

21. HOUSING STOCK

The number of units of housing accommodation in management at 31st March 2021 was:-

	31/3/21	31/3/20
	Number	Number
<u>Housing Accommodation for Letting</u>		
Units	<u>36</u>	<u>36</u>

A unit of housing accommodation for letting includes supported housing for homeless young people and keyworker accommodation for 24-hour staff cover.

22. RELATED PARTY TRANSACTIONS

Trustees are reimbursed for expenses which are necessarily incurred in the performance of their duties.

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2020 - none).

THE NEWARK EMMAUS TRUST (REGISTERED NUMBER: 2783331)

**DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2021**

	31/3/21		31/3/20	
	£	£	£	£
INCOME				
Turnover:				
Donations	15,226		56,557	
Legacies	68,425		-	
Grants	174,432		209,367	
Rent, housing benefits and service charges	487,335		482,363	
Sundry receipts	<u>624</u>		<u>1,387</u>	
		746,042		749,674
Other income:				
Deposit account interest		1,388		1,475
Investment income		1,177		803
Realised surplus on disposal of investment		<u>-</u>		<u>12,495</u>
TOTAL INCOME		<u>748,607</u>		<u>764,447</u>
EXPENDITURE				
Provision of accommodation:				
Residential activities	37,467		28,829	
Insurance	5,566		4,877	
Maintenance and services	73,021		85,603	
Telephone	750		750	
Bad debts	<u>2,044</u>		<u>(965)</u>	
		118,848		119,094
Training Centre costs		808		743
Staff costs:				
Wages	371,931		350,518	
Social security	30,864		29,886	
Pensions - defined benefit scheme	70,000		106,000	
Pensions - defined contribution scheme	<u>10,012</u>		<u>9,100</u>	
		482,807		495,504
Office costs:				
Telephone	5,220		7,128	
Office expenses	5,975		9,858	
Repairs and renewals	11,397		10,764	
Sundry expenses	<u>1,108</u>		<u>798</u>	
		23,700		28,548
Other costs:				
Bursary scheme	25		721	
Recruitment and advertising	449		768	
Motor expenses	1,960		615	
Bank charges	754		1,094	
Legal and professional fees	4,609		4,899	
Accountancy	<u>3,480</u>		<u>3,660</u>	
		11,277		11,757
Depreciation:				
Freehold property	31,006		29,297	
Equipment and computers	9,225		8,661	
Motor vehicles	<u>9,583</u>		<u>1,667</u>	
		49,814		39,625
Interest and finance costs:				
Interest and financing costs of defined benefit pension scheme		<u>23,000</u>		<u>21,000</u>
TOTAL EXPENDITURE		<u>710,254</u>		<u>716,271</u>
SURPLUS FOR THE YEAR		<u>38,353</u>		<u>48,176</u>

This page does not form part of the statutory financial statements