

REGISTERED COMPANY NUMBER: SC659936 (Scotland)
REGISTERED CHARITY NUMBER: SC050125

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE PERIOD
27 APRIL 2020 TO 31 MARCH 2021
FOR
ST JOSEPH'S HOMES

ST JOSEPH'S HOMES

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FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

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**REPORT OF THE TRUSTEES
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the period 27 April 2020 to 31 March 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

INCORPORATION

The charitable company was incorporated on 27 April 2020.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal charitable purposes for which the Charity is established are:

- 1 The provision of housing in Scotland for people with a learning disability.
- 2 The provision, management, and maintenance of housing in Scotland for people with learning disabilities.
- 3 The promotion of awareness of learning disabilities and the promotion and provision of research into accessible housing for adults with learning and related disabilities.
- 4 Supporting the following charitable purposes through the support of St Joseph's Services or its successor:
The provision of services in Scotland for people with a learning disability generally and by the provision of high-quality care and support.
The promotion and support of research into learning disability and related difficulties generally.

Mission Statement:

St. Joseph's Homes is a Vincentian Organisation within the Christian tradition. Our mission is to ensure that people with a learning disability have a home that is safe, warm and with the right environment that not only meets all of their needs but is in the right location. We believe that everyone should have somewhere to call home.

Vision:

We have a vision where the right home is available for all people with a learning disability, so that they may contribute their gifts to society and live the life they dream of in today's world.

Values:

Our values are in keeping with our Vincentian spirit and ethos.

St. Joseph's Homes welcome all people and we believe strongly in equal opportunities valuing diversity and the richness of life it brings.

**REPORT OF THE TRUSTEES
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Creation of St Joseph's Homes

2020/2021 has been St Joseph's Homes first year of operation following our formation in April 2020. Being established in the midst of a global pandemic has been challenging - one of the hardest and most frustrating aspects has been that the additional time that it has taken to achieve key tasks. However, we are delighted with the progress that St Joseph's Homes has made in our first year of operation and believe that we have laid the strong foundations that will ensure the success of St Joseph's Homes and the fulfilment of charitable aims and objectives.

Recruitment of Trustees/ Establishing the new board

As a newly formed charity St Joseph's Homes was required to recruit a Trustee board. Our articles require that the Chairperson is a sitting Trustee of St Joseph's Services and we were grateful that the two founding trustees were both on St Joseph's Services board. It is required that more than 50% of the Trustees must only sit on St Joseph's Homes board - our application to OSCR stated that this would be achieved within our first year of operation. Covid19 impacted our recruitment of Trustees, but at the time of writing this report we have been able to achieve a majority of non St Joseph's Services Trustees on the board of St Joseph's Homes. Trustee meetings have happened remotely, however, we are looking forward to the board being able to come together in person to plan for the strategic future and growth of St Joseph's Homes.

Establishing Systems and processes

To be able to commence our charitable activities essential systems and structures needed to be established - for instance application for and opening of a bank account. We have also needed to agree initial strategy and establish operating policies. Whilst this is an ongoing process all key strategic decisions and documents have been (or are in the process of being) established and implemented.

Property Transfer

St Joseph's Services were made aware that upon becoming independent in 2015 one of the properties that was owned by the Daughters of Charity should have transferred into St Joseph's Services ownership. It was knowledge that this property was now going to be transformed that led to the creation of St Joseph's Homes. The property was transferred to St Joseph's Services who sold the property and transferred the balance to St Joseph's Homes. The transfer of these funds have secured the future of St Joseph's Homes and enabled organisation to begin to fulfil our charitable aims and objectives.

Purchase of Properties

One aim within our first year of operation was for St Joseph's Homes to purchase at least one property. However, following a review of the Daughters of Charity property portfolio the Trustees of St Joseph's Homes agreed that a sensible initial purchase was to buy the property portfolio from the Daughters of Charity. These properties are the existing homes of a number of people who are supported by St Joseph's Services. The properties that were bought consist of:

- A one bedroom bungalow
- A detached property that has been subdivided into one 2 bedroom flat with sleepover room, one 2 bedroom flat and one small annex
- A large detached property that has been subdivided into one 2 bedroom flat, one 3 bedroom flat (plus sleepover room) and one 4 bedroom flat (plus sleepover room).
- A small care home registered for 8 people - this is currently being deregistered by St Joseph's Services and will become a Housing Support / Care at Home Service for 5 people. In the future it is hoped that there will also be a one bedroom flat established

Buying this established group of properties that are already tenanted and providing homes to adults with a learning disability was a great achievement.

**REPORT OF THE TRUSTEES
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

Maintenance

Following the purchase of the properties it was vital that St Joseph's Homes established robust maintenance policies and procedures. St Joseph's Services had been co-ordinating and providing maintenance in the properties on behalf of the Daughters of Charity, it was agreed by both charities that this would continue. St Joseph's Homes have agreed a robust maintenance schedule ensuring that the properties continue to be well maintained.

The Trustees would like to thank St Joseph's Services for their investment, support and contribution to St Joseph's Homes and we look forward to working together in 2021/2022.

FINANCIAL REVIEW

Financial position

The financial activities of the charitable company are set out in the attached financial statements.

During the charity's first period under review, total incoming resources amounted to £751,770 with total resources expended being £16,780 resulting in a surplus of £734,990.

Reserves policy

The trustees and senior management of the charity have examined the requirement for free reserves i.e. those unrestricted funds not invested in tangible fixed assets, or otherwise committed. The trustees and senior management consider that, given the nature of the work undertaken at St Joseph's Homes, the level of free reserves should be approximately equal to between 3 and 6 months' recurring expenditure.

Free unrestricted funds of the charity at 31 March 2021 totalled £734,990.

The trustees and senior management are of the opinion that the current level of reserves are adequate.

Going concern

In their assessment of going concern the trustees have considered the continuing impact of the Covid-19 pandemic on the charity. The trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. There are no known material uncertainties and it is therefore appropriate to prepare the financial statements on a going concern basis.

FUTURE PLANS

As 2020/2021 has been our first year of operation we are still in the process of establishing and formalising our systems and structures and we will work to ensure these are embedded in the forthcoming year.

In 2021/2022 we will:

- Continue to provide high quality well maintained homes for adults with a learning disability
- Write a strategic plan for St Joseph's Homes
- Explore the possibility of buying/building new homes
- Work closely with St Joseph's Services to ensure that any properties meet the needs of the person - for both current and prospective tenants
- Ensure that all landlord responsibilities are met
- Formalise the maintenance arrangements in place with St Joseph's Services
- Continue with the development of policies, systems and structures
- Work with St Joseph's Services to identify the areas of greatest need for adults with a learning disability

**REPORT OF THE TRUSTEES
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable company ("the charity") was incorporated as a company limited by guarantee on 27 April 2020 and commenced charitable activities on 27 April 2020. The charity is recognised by the Office of the Scottish Charity Regulator as a charity under Scottish Charity Number SC050125.

The charitable company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Related Organisations

St Joseph's Homes is a wholly owned subsidiary of St Joseph's Services, which is also a recognised charity and is a limited company, limited by guarantee. St Joseph's Services is a subsidiary of the Daughters of Charity of St Vincent De Paul Services. Consolidated financial statements are not required as these are prepared by Daughters of Charity of St Vincent De Paul Services. All three charities have similar objectives centred around serving the needs of people of all beliefs and cultures.

Recruitment and appointment of new trustees

The trustees recruit and recommend potential new trustees and these are reviewed and ratified by St Joseph's Services, the charity's sole member. The chairperson of the trustees shall be appointed by the trustees of the sole member and should also serve as trustee of St Joseph's Services. At no time shall a majority of trustees also be trustees of St. Joseph's Services.

Key management remuneration

The trustees consider that the trustees, the Chief Executive Officer and The Chief Finance Officer are the Key Management team being those with the authority and responsibility to direct and control the charity. St Josephs Homes does not employ any staff, any expenses in relation to time spent by the CEO and CFO will be recharged by St Josephs Services.

Related parties

None of the trustees receive any remuneration or expenses for their work as trustees. The charity's parent entity is St Joseph's Services, charity registration number SC045482, company registration number SC500182 (Scotland). Daughters of Charity of St Vincent De Paul Services, charity registration number 1149326 (England and Wales), company registration number 07638065 (England and Wales) is the parent of St Joseph's Services.

**REPORT OF THE TRUSTEES
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

Risk register

St Joseph's Homes is developing a risk register outlining the key strategic and operational risks facing the organisation. This will be regularly reviewed and reported on to the board of trustees. The following are current examples of risks for St Joseph's Homes:

Financial risk

St Joseph's Homes relies upon the income it receives from rent to maintain the properties, invest in new homes and remain financially viable. To sustain all of this occupancy must remain as high as possible at all times. With the current property portfolio St Joseph's Services have been given referral rights for all voids. An arrangement with St Joseph's Services has been agreed to provide St Joseph's Homes with continuous rental income during void periods - enabling St Joseph's Homes to remain financially viable and this also gives St Joseph's Services time to find the right person to move into the property.

Unsuitable Properties

St Joseph's Homes recognises that everybody's needs change over time and that it is possible in the future that some of the property portfolio is no longer appropriate or suitable for the tenants. St Joseph's Homes, aided by St Joseph's Services monitors the suitability of the properties and will ensure adaptations are undertaken and if required commits to disposing of any unsuitable property and replacing it with a home that meets the needs of the tenants.

Maintenance / Health and Safety

As St Joseph's Homes has an agreement in place with St Joseph's Services to support them with the maintenance of the property portfolio. Regular visits to the properties are undertaken and a clear communication structure is in place to report damage or any required repairs. An approved providers list (all with the requisite insurance) is in place and St Joseph's Services have ensured that 24 hour cover is available. All legislative and regulatory requirements have been met, these will continue to be monitored. The properties will continue to be maintained to a high standard and a maintenance schedule is in place.

Having assessed the major risks to which the services are exposed, the Chief Executive with the Senior Leadership Team have established relevant procedures which are regularly reviewed.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC659936 (Scotland)

Registered Charity number

SC050125

Registered office

Sycamore House
72 Carnethie Street
Rosewell
Midlothian
EH24 9AW

Trustees

M J Balfour - Appointed 4 February 2021
J Clydesdale - Appointed 27 April 2020
W Duffy - Appointed 27 April 2020
Sr. M Timmons - Appointed 27 April 2021
J Fitzpatrick - Appointed 16 June 2021

Company Secretary

R Jahoda

**REPORT OF THE TRUSTEES
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Hardie Caldwell LLP
Statutory Auditors
Chartered Accountants
Citypoint 2
25 Tyndrum Street
Glasgow
G4 0JY

Solicitors

Bannatyne Kirkwood France & Co
16 Royal Exchange Square
Glasgow
G1 3AG

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of St Joseph's Homes for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Hardie Caldwell LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 21 September 2021 and signed on its behalf by:



J Clydesdale - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES AND MEMBERS OF
ST JOSEPH'S HOMES (REGISTERED NUMBER: SC659936)**

Opinion

We have audited the financial statements of St Joseph's Homes (the 'charitable company') for the period ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES AND MEMBERS OF
ST JOSEPH'S HOMES (REGISTERED NUMBER: SC659936)**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations - this responsibility lies with management with the oversight of the Trustees.

Based on our understanding of the Charity, discussions with management and trustees we identified financial reporting standards and Companies Act 2006 and Charity SORP as having a direct effect on the amounts and disclosures in the financial statements.

As part of the engagement team discussion about how and where the Charity's financial statements may be materially misstated due to fraud, we did not identify any areas with an increased risk of fraud.

Our audit procedures included:

- completing a risk-assessment process during our planning for this audit that specifically considered the risk of fraud;
- enquiry of management about the Charity's policies, procedures and related controls regarding compliance with laws and regulations and if there are any known instances of non-compliance;
- examining supporting documents for all material balances, transactions and disclosures;
- review, where applicable, of the Board of Trustees' minutes;
- enquiry of management about litigations and claims and inspection of relevant correspondence
- review analytical procedures to identify any unusual or unexpected relationships;
- specific audit testing on and review of areas that could be subject to management override of controls and potential bias, most notably around the key judgments and estimates, including the carrying value of accruals, recoverability of other debtors, revenue recognition and valuation of properties;
- considering management override of controls outside of the normal operating cycles including testing the appropriateness of journal entries recorded in the general ledger and other adjustments made in the preparation of the financial statements including evaluating the business rationale of significant transactions, outside the normal course of business;

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements of the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

The potential effects of inherent limitations are particularly significant in the case of misstatement resulting from fraud because fraud may involve sophisticated and carefully organized schemes designed to conceal it, including deliberate failure to record transactions, collusion or intentional misrepresentations being made to us.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES AND MEMBERS OF
ST JOSEPH'S HOMES (REGISTERED NUMBER: SC659936)**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and the trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Angus McCuaig (Senior Statutory Auditor)

for and on behalf of Hardie Caldwell LLP

Statutory Auditors

Chartered Accountants

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

Citypoint 2

25 Tyndrum Street

Glasgow

G4 0JY

Date: 29 September 2021

ST JOSEPH'S HOMES

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021**

	Notes	Unrestricted fund £
INCOME AND ENDOWMENTS FROM		
Donations and legacies	2	750,435
Charitable activities	3	
Providing accomodation for adults with learning disabilities		1,335
Total		<u>751,770</u>
EXPENDITURE ON		
Charitable activities	4	
Providing accomodation for adults with learning disabilities		16,780
NET INCOME		<u>734,990</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>734,990</u></u>

The notes form part of these financial statements

ST JOSEPH'S HOMES (REGISTERED NUMBER: SC659936)

BALANCE SHEET
31 MARCH 2021

	Notes	Unrestricted fund £
FIXED ASSETS		
Tangible assets	8	1,000,000
CURRENT ASSETS		
Debtors	9	757,463
Cash at bank		19,381
		<u>776,844</u>
CREDITORS		
Amounts falling due within one year	10	(561,854)
NET CURRENT ASSETS		<u>214,990</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,214,990
CREDITORS		
Amounts falling due after more than one year	11	(480,000)
NET ASSETS		<u>734,990</u>
FUNDS	12	
Unrestricted funds:		
General fund		<u>734,990</u>
TOTAL FUNDS		<u>734,990</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 21 September 2021 and were signed on its behalf by:



J Clydesdale - Trustee

ST JOSEPH'S HOMES

CASH FLOW STATEMENT
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021

	Notes	£
Cash flows from operating activities		
Cash generated from operations	1	<u>1,019,381</u>
Net cash provided by operating activities		<u>1,019,381</u>
Cash flows from investing activities		
Purchase of tangible fixed assets		<u>(1,000,000)</u>
Net cash (used in)/provided by investing activities		<u>(1,000,000)</u>
Change in cash and cash equivalents in the reporting period		<u>19,381</u>
Cash and cash equivalents at the beginning of the reporting period		<u>-</u>
Cash and cash equivalents at the end of the reporting period		<u><u>19,381</u></u>

The notes form part of these financial statements

ST JOSEPH'S HOMES

NOTES TO THE CASH FLOW STATEMENT
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021

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

	£
Net income for the reporting period (as per the Statement of Financial Activities)	734,990
Adjustments for:	
Increase in debtors	(757,463)
Increase in creditors	1,041,854
	<u>1,019,381</u>
Net cash provided by operations	<u><u>1,019,381</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 27.4.20 £	Cash flow £	At 31.3.21 £
Net cash			
Cash at bank	-	19,381	19,381
	<u>-</u>	<u>19,381</u>	<u>19,381</u>
	<u>-</u>	<u>19,381</u>	<u>19,381</u>
Total	<u><u>-</u></u>	<u><u>19,381</u></u>	<u><u>19,381</u></u>

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

The financial statements of the charitable company have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

In their assessment of going concern the trustees have considered the continuing impact of the Covid-19 pandemic on the charity. The trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. There are no known material uncertainties and it is therefore appropriate to prepare the financial statements on a going concern basis.

Income

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

Expenditure

Costs relating to charitable activities are charged to the Statement of Financial Activities on an accruals basis, inclusive of irrecoverable Value Added Tax. Expenditure is recognised when there is a legal or constructive obligation to pay for expenditure.

All costs have been directly attributed to one of the categories of resources expended in the Statement of Financial Activities.

Charitable activities costs includes costs incurred in meeting the objects of the charity and support costs incurred in support of these direct costs.

Governance costs, a category within support costs, are costs attributable to compliance with the charity's constitutional and statutory requirements.

Tangible fixed assets

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 Property	-	Over 60 years
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Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement amount.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021

1. ACCOUNTING POLICIES - continued**Financial instruments****Debtors**

Debtors are recognised at the settlement amount due with appropriate allowances for any irrecoverable amounts when there is objective evidence that the asset is impaired.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash on hand and cash at bank with a short term maturity, being twelve months or less, from the opening of the deposit or similar account.

Creditors

Other creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Other creditors are recognised at their settlement amount.

2. DONATIONS AND LEGACIES

Donations	£ 750,435
	<u> </u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Activity	£
Rent income	Providing accommodation for adults with learning disabilities	1,335
		<u> </u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5) £	Support costs (see note 6) £	Totals £
Providing accommodation for adults with learning disabilities	16,504	276	16,780
	<u> </u>	<u> </u>	<u> </u>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

Insurance	£ 5,465
Legal & professional fees	11,039
	<u> </u>
	<u>16,504</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021

6. SUPPORT COSTS

	Management £
Providing accommodation for adults with learning disabilities	276
	<u>276</u>

Support costs, included in the above, are as follows:

Management

	Providing accommodation for adults with learning disabilities £
Postage & stationery	276
	<u>276</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 March 2021.

8. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
Additions	1,000,000
	<u>1,000,000</u>
NET BOOK VALUE	
At 31 March 2021	1,000,000
	<u>1,000,000</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Amounts owed by group undertakings	750,435
Other debtors	7,028
	<u>757,463</u>
	<u>757,463</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE PERIOD 27 APRIL 2020 TO 31 MARCH 2021

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Trade creditors	6,161
Amounts owed to group undertakings	500,000
Other loans	50,000
Accruals and deferred income	5,693
	<u>561,854</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	£
Other loans	450,000
Amounts owed to group undertakings	30,000
	<u>480,000</u>

12. MOVEMENT IN FUNDS

	Net movement in funds £	At 31.3.21 £
Unrestricted funds		
General fund	734,990	734,990
	<u>734,990</u>	<u>734,990</u>
TOTAL FUNDS	<u>734,990</u>	<u>734,990</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	751,770	(16,780)	734,990
	<u>751,770</u>	<u>(16,780)</u>	<u>734,990</u>
TOTAL FUNDS	<u>751,770</u>	<u>(16,780)</u>	<u>734,990</u>

13. RELATED PARTY DISCLOSURES

The charity's parent entity is St Joseph's Services, charity registration number SC045482, company registration number SC500182 (Scotland). St Joseph's Services is a subsidiary of the Daughter of Charity of St Vincent De Paul Services, charity registration number 1149326 (England & Wales), company registration number 07638065 (England & Wales).

During the period, St Joseph's Services provided a £530,000 loan to the charitable company. At the period end, St Joseph's Services owed the charitable company £750,435 in respect of sale proceeds of a property.

14. THE ULTIMATE PARENT COMPANY

The ultimate parent company is the Daughters of Charity of Saint Vincent de Paul Services, a charitable company incorporated in England. The Daughters of Charity of St Vincent de Paul Services hold no controlling interest in St Joseph's Homes and it is the sole responsibility of the parent company St Joseph's Services to approve the recommended Trustees of St Joseph's Homes.

Copies of the consolidated financial statements of the Daughters of Charity of Saint Vincent de Paul Services are available to the public from its registered office Provincial House, The Ridgeway, London, NW7 1RE.