

OPEN HANDS PROJECT (SHEFFIELD)
(LIMITED BY GUARANTEE)

UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020



COMPANY NUMBER 6368608
CHARITY NUMBER 1121814

Open Hands Project (Sheffield) (Limited by Guarantee)

Financial statements

For the year ended 30 September 2020

Contents

| | Page |
|-----------------------------------|--------|
| Report of the trustees | 1 - 4 |
| Independent examiner's report | 5 |
| Statement of financial activities | 6 |
| Statement of financial position | 7 |
| Notes to the financial statements | 8 - 10 |

Report of the Board of Trustees to the members of
Open Hands Project (Sheffield) (Limited by Guarantee)
For the year ended 30 September 2020

The board of trustees, who are the directors of the company for the purposes of company law, present their report, together with the financial statements and independent examiners report for the year ended 30 September 2020.

Objectives and activities

Objects

The objects of the charity are to relieve persons who are in need or hardship or who are aged or sick and to relieve the distress caused thereby in Sheffield and in such other parts of the United Kingdom as the trustees may from time to time think fit.

Activities during the year

The main objective of the charity is to house destitute asylum seekers in the Sheffield area. Generally "guests" (as we call those who we accommodate) will be offered accommodation for a period of up to 12 months, which is a time of much needed relief for many. During that time guests can review their position and make a fresh application for asylum or other support. Those we accommodate receive no assistance from the government. Some guests will receive support from ASSIST, who have similar aims to Open Hands Project (Sheffield).

Each house has a volunteer house manager who will visit the house regularly to offer pastoral support to the guests, and also signposts to other agencies, such as local foodbanks. The charity is grateful for the small team of house managers who seek to build friendships with the guests, and are most often the first point of contact for the guests.

The Trustees have given careful regard to the Charity Commission's guidance on public benefit, and are satisfied that in supporting destitute asylum seekers by the provision of accommodation and pastoral support that the charity delivers public benefit.

Achievements and performance

The efforts of the charity volunteers in organising socials, such as the popular Monday meal, were hampered during this financial year by the pandemic and the curtailing, due to the Government lockdown, of social events. So, these came to an abrupt halt in March 2020.

Many of our guests, and other friends who attended regularly, missed this event and the social interaction. Many of our guests were fearful. On other occasions it was difficult to drive home the message of not inviting others into the houses. Things also became difficult for house managers in engaging in a meaningful way with our guests. We still managed to take on new guests, having to interview potential newcomers via zoom or WhatsApp.

The charity is grateful for the Landlords who are all sympathetic to the aims of the charity. The charity occupies three houses, which can accommodate in total ten destitute asylum seekers at any one time.

Financial review

Summary

The net income for the period amounted to £470. This is made up of £470 of net income on unrestricted projects. The total unrestricted funds amounted to £10,961 at the year-end.

The charity has been mainly funded by donations (including gift aid) which includes individuals who are members from three Sheffield churches: St Thomas', Philadelphia, and The Well. The charity is also grateful for the gifts from South Sheffield Church, St Peters Greenhill, Wycliffe Independent Church, Meadowhead Fellowship and Grace Fellowship. In addition ASSIST have made financial contributions in relation to those asylum seekers they have referred to the charity, and who they are financially supporting.

Report of the Board of Trustees to the members of

Open Hands Project (Sheffield) (Limited by Guarantee) (Continued)

For the year ended 30 September 2020

Summary (continued)

The sources of income are set out in the statement of financial activities; however the charity is particularly grateful to the many individuals who have given during the last 12 months. Most of all the trustees are grateful to God for his provision over the years.

Reserves policy

The board of trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity should be three months of the resources expended, which equates to £6,625 in general funds. At this level, the board of trustees feel that they would be able to continue the current activities of the charity, in the event of a significant drop in funding, whilst new sources of funding could be established or the charity could discharge its financial obligations whilst taking action such as serving notice to quit premises to a selected property or properties. At the balance sheet date the free reserves stood at £10,961.

The trustees keep the finances under review by the review of monthly reports.

Structure, Governance and Management

Governing document

The organisation is a charitable company limited by guarantee, incorporated on 12 September 2007 and registered as a charity on 04 December 2007. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1. The total number of such guarantees at 30 September 2020 was 7 (2019 – 8).

Recruitment and appointment of board of governors

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as members of the board of trustees. Under the requirements of the Memorandum and Articles of Association all of the trustees must retire at each Annual General Meeting, but may offer themselves for re-election.

New members of the board of trustees are recruited by circulating vacancies amongst the current team of volunteers and churches. The charity is keen to promote a greater diversity of trustees in terms of skills, ethnic origin and gender.

Trustee induction and training

It is our policy to appoint trustees from those who are involved with the day to day work of the charity and understand the ethos and vision of the charity. They will be familiar with the difficulties faced by destitute asylum seekers. We also like to have one trustee who is a minister or senior leader of one of the churches involved in the charity. All new trustees, as part of their induction, have a meeting with the Chair of the Trustees and also the opportunity for training in their responsibilities and duties. This is provided by Voluntary Action Sheffield and their legal officer.

Organisational structure

The charity currently has a board of trustees of up to 5 members who meet a minimum of twice but generally three times per annum and are responsible for the strategic direction and policy of the charity.

Report of the Board of Trustees to the members of
Open Hands Project (Sheffield) (Limited by Guarantee) (Continued)
For the year ended 30 September 2020

Reference and administrative details

| | |
|---|---|
| Charity Name | Open Hands Project (Sheffield) |
| Charity Number (England and Wales) | 1121814 |
| Company Number | 6368608 |
| Registered Office and operation address | 6 Gilpin Street, Sheffield S6 3BL |
| Website Address | www.openhandsproject.org.uk |
| Board of Trustees | Chair Mr J S Bennett Others Mr N R Allan (resigned 26 November 2020) Mr P I Johnson Mr N Pugliese Mr I M Prescott Mr J K Bonardt (resigned 26 September 2019) Mrs K Gaunt (resigned 30 June 2020) Mr R J Hawsworth (resigned 24 September 2020) Mr P Ibison (appointed 1 July 2020) |
| Company Secretary and Treasurer | Mrs K Gaunt (resigned 30 June 2020) Mr P Ibison (appointed 1 July 2020) |
| Project Manager | Mr J S Bennett |
| Independent Examiner | C W S De Silva FCCA, 77 Endcliffe Vale Road, Sheffield S10 3ET. |
| Bankers | Lloyds Bank PLC, 1 High Street, Sheffield S1 2GA |

Responsibility of the board of trustees

Company law requires the board of trustees to prepare financial statements for each financial year, which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the board of trustees should follow best practice and:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue on that basis.
- The board of trustees are responsible for maintaining 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. The board of trustees 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.

Report of the Board of Trustees to the members of
Open Hands Project (Sheffield) (Limited by Guarantee) (Continued)
For the year ended 30 September 2020

Responsibility of the board of trustees (continued)

In accordance with charity law, as the trustees, we certify that:

- So far as we are aware, there is no relevant accounting information of which the independent examiner is unaware; and
- As the trustees we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant accounting information and to establish that the charity's independent examiner is aware of that information.

Approval

This report has been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

Approved by the board of trustees on 27 May 2021 and signed on its behalf by:



Mr P Ibison
Trustee

Independent Examiner's Report to the Members of
Open Hands Project (Sheffield) (Limited by Guarantee)
For the year ended 30 September 2020

I report on the unaudited financial statements for year ended 30 September 2020 set out on pages 6 to 10.

Respective responsibilities of the board of trustees and the independent examiner

As described on pages 3 and 4 the trustees are responsible for the preparation of the report of the trustees and the financial statements in accordance with United Kingdom law and accounting standards, and they consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- Examine the accounts under section 145 of the 2011 Act;
- To follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- To state whether particular matters have come to my attention.


Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as governors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- 1) which gives me reasonable cause to believe that in any material respect the requirements:
 - To keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - To prepare accounts which accord with the accounting records, comply with the accounting requirements of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or
- 2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



CWS De Silva FCCA
77 Endcliffe Vale Road
Sheffield
S10 3ET

27 May 2021

Open Hands Project (Sheffield) (Limited by Guarantee)

Statement of Financial Activities (including Income and Expenditure Account)

For the year ended 30 September 2020

| | Note | Unrestricted Funds £ | Restricted Funds £ | Total 2020 £ | Total 2019 £ |
|---|------|----------------------------|--------------------------|--------------------|--------------------|
| Income from: | | | | | |
| Donations: | | | | | |
| Donations and gifts | | 23,320 | 50 | 23,370 | 19,872 |
| Grants | | - | 2,015 | 2,015 | 3,000 |
| Gift aid and covenant tax claims | | 1,580 | - | 1,580 | 1,674 |
| Total income | | 24,900 | 2,065 | 26,965 | 24,546 |
| Expenditure on charitable activities | | | | | |
| Rent | | 13,205 | 50 | 13,255 | 12,900 |
| Repairs and maintenance | | 284 | - | 284 | 685 |
| Council tax | | 1,215 | 585 | 1,800 | 1,535 |
| Water rates | | 2,585 | 417 | 3,002 | 1,715 |
| Light and heat | | 4,785 | 742 | 5,527 | 6,373 |
| Insurance | | 565 | 120 | 685 | 691 |
| Funding services | | - | - | - | 500 |
| TV Licence | | 318 | 151 | 469 | 461 |
| Wi Fi | | 288 | - | 288 | - |
| Food vouchers | | 555 | - | 555 | - |
| Sundry expenses | | 486 | - | 486 | 477 |
| Weekend away | | - | - | - | 742 |
| Advertising | | 144 | - | 144 | 144 |
| Total expenditure | | 24,430 | 2,065 | 26,495 | 26,223 |
| Net income (expenditure) | | 470 | - | 470 | (1,677) |
| Transfers between funds | | - | - | - | - |
| Net movement in funds | | 470 | - | 470 | (1,677) |
| Reconciliation of funds | | | | | |
| Total funds brought forward | | 10,491 | - | 10,491 | 12,168 |
| Total fund carried forward | | 10,961 | - | 10,961 | 10,491 |

The above statement includes all gains and losses recognised during the year.

All income and expenditure derives from continuing activities.

Comparative figures for the previous year by fund type are shown in note 8.

The notes on pages 8 to 10 form part of these financial statements.

Open Hands Project (Sheffield) (Limited by Guarantee)

Statement of Financial Position


As at 30 September 2020

| | Note | Unrestricted funds £ | Restricted funds £ | Total 2020 £ | Total 2019 £ |
|---|------|----------------------------|--------------------------|--------------------|--------------------|
| Current assets | | | | | |
| Debtors | 5 | 1,962 | - | 1,962 | 2,152 |
| Cash at bank and in hand | 6 | 10,331 | - | 10,331 | 9,542 |
| | | <hr/> | <hr/> | <hr/> | <hr/> |
| | | 12,293 | - | 12,293 | 11,694 |
| Creditors: - amounts falling due within one year | 7 | 1,332 | - | 1,332 | 1,203 |
| | | <hr/> | <hr/> | <hr/> | <hr/> |
| Net current assets | | 10,961 | - | 10,961 | 10,491 |
| | | <hr/> | <hr/> | <hr/> | <hr/> |
| Net assets | | 10,961 | - | 10,961 | 10,491 |
| | | <hr/> | <hr/> | <hr/> | <hr/> |
| Funds | | | | | |
| Unrestricted | 9 | 10,961 | - | 10,961 | 10,491 |
| Restricted | 9 | - | - | - | - |
| | | <hr/> | <hr/> | <hr/> | <hr/> |
| Total funds | | 10,961 | - | 10,961 | 10,491 |
| | | <hr/> | <hr/> | <hr/> | <hr/> |

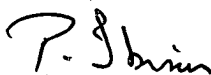
The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

For the year ended 30 September 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies and the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476. The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The financial statements were approved by the board on 27 May 2021 and signed on its behalf.



Mr J S Bennett
Chair



Mr P Ibison
Trustee

Company registration number: 6368608

The notes on pages 8 and 10 form part of these financial statements.

Open Hands Project (Sheffield) (Limited by Guarantee)

Notes forming part of the Financial Statements

For the year ended 30 September 2020

1 Accounting policies

Basis of preparation

The financial statements have been prepared on a going concern basis, under the historical cost convention, and in accordance with the 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 the Republic of Ireland (FRS102) (effective 1 January 2015), with FRS102 and with the requirements of the Companies Act 2006 and the Charities Act 2011.

Fund accounting

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

Designated funds are unrestricted funds earmarked by the board of trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Investment income is included when receivable.

Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include accountancy and costs linked to the strategic management of the charity.

Leasing commitments

Rentals paid under operating leases are charged to the income and expenditure account as the rentals accrue.

Cash

Cash comprises bank deposits repayable on demand.

Creditors

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. Creditors are normally recognised at their settlement amount, usually the invoice amount. Accrued charges are normally valued at their settlement amount.

Open Hands Project (Sheffield) (Limited by Guarantee)

Notes forming part of the Financial Statements

For the year ended 30 September 2020

2 Transactions with trustees and related parties

No trustees received any remuneration, benefits or expenses during the year or in the previous year.

The charity received donations from the trustees of £2,927 (2019 £2,640).

3 Staff costs and numbers

The charitable company did not employ any person during the current period.

4 Taxation

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

5 Debtors

| | 2020 | 2019 |
|---------------------|-------|-------|
| | £ | £ |
| Gift Aid receivable | 1,565 | 1,999 |
| Prepayments | 397 | 153 |
| | <hr/> | <hr/> |
| | 1,962 | 2,152 |
| | <hr/> | <hr/> |

6 Cash at bank and in hand

| | 2020 | 2019 |
|-------------|--------|-------|
| | £ | £ |
| Lloyds Bank | 9,735 | 9,542 |
| PayPal | 596 | - |
| | <hr/> | <hr/> |
| | 10,331 | 9,542 |
| | <hr/> | <hr/> |

7 Creditors: amounts falling due within one year

| | 2020 | 2019 |
|------------------------------|-------|-------|
| | £ | £ |
| Other creditors and accruals | 1,332 | 1,203 |
| | <hr/> | <hr/> |

Open Hands Project (Sheffield) (Limited by Guarantee)

Notes forming part of the Financial Statements

For the year ended 30 September 2020

8 Comparative income and expenditure by fund type

| | Unrestricted Funds | | Restricted Funds | |
|-----------------------------------|--------------------|----------------|------------------|-------|
| | 2020 | 2019 | 2020 | 2019 |
| | £ | £ | £ | £ |
| Income from: | | | | |
| Donations | 24,900 | 21,546 | 2,065 | 3,000 |
| Expenditure on: | | | | |
| Charitable activities | 24,430 | 23,223 | 2,065 | 3,000 |
| Net income (expenditure) | 470 | (1,677) | - | - |
| Transfers between funds | - | - | - | - |
| Net movement in funds | 470 | (1,677) | - | - |
| Reconciliation of funds | | | | |
| Total funds brought forward | 10,491 | 12,168 | - | - |
| Total fund carried forward | 10,961 | 10,491 | - | - |

9 Movement in funds

| | At 1 Oct 2019 £ | Movement in resources | | At 30 Sept 2020 £ |
|---------------------|-----------------------|-----------------------|-----------------|-------------------------|
| | | Incoming £ | Outgoing £ | |
| Restricted funds: | | | | |
| Housing costs fund | - | 2,065 | (2,065) | - |
| Unrestricted funds: | | | | |
| General | 10,491 | 24,900 | (24,430) | 10,961 |
| Total Funds | 10,491 | 26,965 | (26,495) | 10,961 |

The purpose of the restricted Housing costs fund is to meet the housing costs of the asylum seekers.

10 Other financial commitments

At 30 September 2020 the charitable company had minimum total commitments under non-cancellable operating leases, over the remaining life of the leases of £2,150 (2019 - £2,150).