

**WILLOWACRE TRUST**

**REPORT AND FINANCIAL STATEMENTS**

**For the year ended 31 March 2020**

**Company registration number: SC073356**  
**Scottish charity registration number: SC015567**

<b>CONTENTS</b>	<b>Page</b>
Legal and administrative information	3
Directors' report	4
Directors' Responsibilities Statement	10
Independent Auditor's report	11
Statement of financial activities	14
Statement of financial position	15
Statement of Cash Flows	16
Notes to the financial statements	17

Willowacre Trust

Annual report and financial statements  
For the year ended 31 March 2020

### **Legal and administrative information**

Charity name: Willowacre Trust

Charity registration number: SC015567

Company registration number: SC073356

#### **Trustees**

Angela Devine  
Brian Gannon (appointed 12/11/2019)  
Chris Milborrow (appointed 13/08/2019)  
David Grant  
Elaine Davidson  
Evelyn Lennie  
Floris Greenlaw (resigned 12/05/2020)  
Kirsteen Watson  
Lynne Donnelly (resigned 14/05/2019)  
Peter Scott (appointed 12/11/2019)  
Stewart Gibb (resigned 14/05/2020)

#### **Company Secretary**

Jennifer Cairns

#### **Principal and Registered office:**

Camlachie House, 40 Barrowfield Drive, Glasgow, G40 3QH

#### **Auditors**

Alexander Sloan  
180 St Vincent Street  
Glasgow  
G2 5SG

#### **Bankers**

Barclays Bank plc  
1<sup>st</sup> Floor  
Aurora House  
120 Bothwell Street  
Glasgow  
G2 7JT

#### **Solicitors**

TC Young LLP  
7 West George Street  
Glasgow  
G2 1BA

## **Directors' Report for the year ended 31 March 2020**

The trustees are pleased to present their annual directors' report together with the audited financial statements of the charity for the year ending 31 March 2020 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and 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).

### **1. Structure, governance and management**

The Willowacre Trust is a private company limited by guarantee and is a charity recognised by Her Majesty's Revenue and Customs. Each member has agreed to contribute £1 in the event of the company being wound up. The Trust is exempt from taxation under Section 505 of the Income and Corporation Taxes Act 1988. All Directors are also Trustees.

Trustees who served during the year, and subsequently, are:

Angela Devine	
Brian Gannon	(appointed 12/11/2019)
Chris Milborrow	(appointed 13/08/2019)
David Grant	
Elaine Davidson	
Evelyn Lennie	
Floris Greenlaw	(resigned 12/05/2020)
Kirsteen Watson	
Lynne Donnelly	(resigned 14/05/2019)
Peter Scott	(appointed 12/11/2019)
Stewart Gibb	(resigned 14/05/2020)

The Trust is a wholly owned subsidiary of West of Scotland Housing Association Limited (WSHA).

#### **The members retiring by rotation are:-**

A Devine  
F Greenlaw  
K Watson

#### **Method of Appointment**

Members are appointed to the Board of Trustees within the terms of the Trust's Memorandum & Articles of Association (Article 52 refers), whereby up to one third of the members retire by rotation at the Annual General Meeting. WSHA has the authority to nominate four members to the Board of Trustees.

#### **Governance**

The Board has a robust governance manual in place which was reviewed during the year to reflect learning from a Governance Review carried out by the Parent, West of Scotland Housing Association. During the year the Trust also recruited two new Board members which has strengthened the Board by adding to the skills and experience of the existing Board members.

As part of the ongoing governance consideration a formal induction and appraisal system is in place with a view to identifying training requirements. This year, Board Training sessions included Finance, safeguarding, Governance and risk management.

## Directors' Report for the year ending 31 March 2020 (cont'd)

### 2. Objectives and activities

Willowacre Trust offers support to families and individuals within Glasgow, North Lanarkshire, South Lanarkshire and Ayrshire enabling them to overcome difficulties and to assist with tenancy sustainment. As the charitable subsidiary of WSHA, Willowacre Trust's overarching aim is to tackle social and economic disadvantage within the communities served by WSHA.

### Achievements and performance

The accounts show that the charity has net assets of £441,823 (2019: £413,832).

Income in the year included £142,318 (2019: £142,789) of grants for restricted purposes. These grants were £66,500 from Glasgow City Council's Integrated Grant Fund (2019: £66,500) and £75,818 from various funders (2019: £76,289).

The surplus for the year was £27,991 (2019: Surplus £70,705). This includes a £50 donation that was made to the Trust (2019: £Nil).

Willowacre Trust operates within the geographical areas served by WSHA which includes six local authority areas and 64 separate communities. Willowacre Trust delivers multiple community and support services or activities. These services range from small scale capital projects to the provision of starter packs which contain essential household items to help disadvantaged tenants to accept or sustain tenancies. The Trust also operates the Barrowfield Community Centre and supports the delivery of community based services in partnership with other third sector organisations. These services include the children's holiday food programme, Sheltered Housing Support, Older People's Services, Money Advice, Energy Advice, Handy Person Services and the Thriving Places initiative.

### Willowacre Trust Development

During the year significant work was undertaken to enable the Trust to deliver additional community and support services and projects. Aspects of this work are outlined below.

#### Opportunities Fund

Willowacre Trust provided assistance to individuals and families who are in need via the Opportunities Fund. The support is targeted to WSHA tenant households who have accepted a tenancy via the homeless Person team under section 5 of the Housing (Scotland) Act 2001. The primary aim of this work is the provision of services or goods which support tenancy sustainment. The Trust combines the upcycling of furniture and other items which are in good condition with items that are newly purchased. The furniture and new items are provided directly to those tenants who have experienced homelessness and who have no source of income to purchase these items by themselves. To date the Trust has upcycled over **125** items for reuse and this has directly benefited tenants. Enabling the upcycling of furniture has also assisted in diverting these items from landfill and so contributes to a reduction in our carbon footprint.

#### Starter Packs Project

Willowacre Trust has provided **73** vulnerable families and individuals with a starter pack for their new home. This service supports new tenants who have been provided with a home via a referral under section 5 or by women's aid or who have experienced significant mental health or other issues.

Starter Packs have been allocated at an average of 1.6 per week. The majority of recipients were aged 30 to 50 years old (**59%**), while a **third** was aged less than 30 years. The remainder (**8%**) were over the age of 50.

Willowacre Trust's starter packs include additional items in an effort to strengthen the dignity of the families and individuals who receive them. The content of the Starter Packs reflect feedback from tenants.

## Directors' Report for the year ended 31 March 2020 (cont'd)

### Barrowfield Community Centre

Willowacre Trust operates the Barrowfield Community Centre in Glasgow. The Trust employs Community Centre Assistants who are responsible for starter packs, food parcels and the upcycling of furniture. Within the Community Centre rented accommodation is available for anchor organisations who deliver key services within the wider community. The organisations currently operating from the Community Centre include Robertson Group, The Mungo Foundation, Glasgow Council on Alcohol, Living Ambitions, Upbeat Theatre, More Hope Foundation, A La Cater and the local Grocers Shop. The Community Centre also hosts a variety of programmes, thematic events, and supports the delivery of youth diversionary and children's programmes.

Table 1 below provides details of the centre footfall in the year to March 2020.

Footfall Breakdown	Total Footfall
Activities, Events, Seasonal Activities, Community Bookings (Birthday Parties, Funerals, Youth Spaces, Partnership Working & Block Bookings)	15,100
<b>TOTAL</b>	<b>15,100</b>

### Older People's Services

Willowacre Trust works in partnership with WSHA to deliver support and activity programmes for older people particularly for those living in sheltered housing. These services seek to improve older people's health, wellbeing and reduce feelings of social isolation.

Willowacre Trust employs 5 Retirement Assistants who deliver essential services within the Glasgow and North Lanarkshire sheltered housing. The sites are located in Gourlay Street, Denmilne Gardens, Beil Drive, Bulldale Place and Hill Road. The Retirement Assistants and the Older Person Coordinator have provided an average of 2,500 interventions including emotional and practical support to tenants.

Activities facilitated include:

- Morning calls
- Assisting with Health issues and crisis
- Family Liaison
- Arts & Crafts
- Tenant Engagement
- Health & Safety
- Day Trips

During 2019/20 the Older Person Coordinator continued to engage with older tenants in relation to service development and provided support to the Retirement Assistants. Work was undertaken on the Wellbeing for Longer initiative and this has supported weekly lunch clubs in the Glasgow sites.

The Older Person Support Worker, Energy Advice Officer and the Retirement Assistants have also continued to assist with the roll out of new energy billing systems for our sheltered housing sites.

### Food Support

The Trust has worked in partnership to provide food parcels to individuals and families who are experiencing difficulties and financial hardship. In 2019/20 the trust received an average of 6 referrals per month for assistance with a total of 58 food parcels issued to date and 14 food bank vouchers have also been issued. The age profile of tenants receiving food parcels is that 79% of recipients are aged between 31-64 years old and 21% aged between 16 -30 years old. Gender split in terms of referrals is 67% Female, 33%. Support is offered across multiple communities and this project seeks

## Directors' Report for the year ended 31 March 2020 (cont'd)

### Food Support (cont'd)

to address both the stigma associated with accessing food banks and the issues associated with food poverty.

In addition funding was secured via the Children's Holiday programme which supported 123 children and young people participated in the programme aged 5 up to 16 years old. 42 activity sessions were facilitated with a total of 1,293 meals provided during the programme. A further week long programme was delivered during the October school week. During the October week a total of 177 meals were provided to children. A total of 80 children and young people participated in the programme.

### Handy Person Services

Willowacre Trust delivers a handyperson service on behalf of WSHA. During the year the service received an average of **19** referrals each month with a total of **228** referrals received for the year. **200** jobs were completed with the remaining **28** not progressing due to changes in the tenants' circumstances. **20** internal jobs have also been completed the organisation during this period.

The geographical profile for tenants accessing the service is Glasgow 43%, North Lanarkshire 23%, South Lanarkshire 26% and Ayrshire 8%.

The work undertaken included:

- Garden tidy Ups
- Building Flat Pack Furniture
- Internal and external Decoration
- Moving and Packing Items

The service is offered to WSHA tenants who are aged 60 plus, are disabled or are a vulnerable family. The service is also provided to individuals or families who find it difficult to undertake certain household tasks and minor odd jobs. Willowacre Trust employs the Handy Person and Handy Person's Assistant. These officers have been carefully selected and have been subject to a disclosure check.

### Money and Energy Advice Services

Willowacre Trust delivers money and energy advice services on behalf of WSHA.

The Energy Advice Service continues to receive referrals including home visits. There were **295** referrals in the year averaging **24** referrals per month. The average saving per tenant during the year was **£312**. 65 with referrals supporting tenants to access Warm Home Discount payments.

The Money Advice Service also continues to receive referrals which may require home visits. There were **90** referrals in the year equating to **8** referrals per month. The average saving per tenant amounted to **£701**. Average personal debt per tenant £3,500.

### Imagination Library

In 2019/20 the Trust celebrated reaching yet another milestone in terms of issuing over **2,850** books to children under the age of 5 year residing within a WSHA tenancy. This project supports children to reach their potential by supporting their literacy development.

**65** children of tenants currently registered, including **22** new registrations. **650** books have been posted to our tenants' children with an average of **54** books per month.

### Christmas Activities Programme

Willowacre Trust supported a Christmas activities programme which included securing external funding from Cash for Kids. This programme supported **1,467** tenants and their families who would not be able to afford or to provide items or experiences which tackle poverty and social isolation.

## **Directors' Report for the year ended 31 March 2020 (cont'd)**

### **Future Development**

Willowacre Trust will continue to meet the needs of WSHA tenants and communities. This will be informed by further consultation with identified tenants to establish emerging needs during the period while we are tackling the COVID-19 pandemic. Other services and activities will remain focused on delivering WSHA's Supporting 'Communities' Strategy.

These accounts were prepared during the COVID 19 pandemic. The trustees have considered whether or not there will be any short or medium term material adverse effect on the financial position of the trust as a result of the associated working restrictions and impact on the general economy. The trust manages its expenditure in line with its income and in the event that income reduces the trust adjusts its expenditure plans accordingly. Following a request by its parent the trust redirected some of its resources to support the provision of welfare and other services to its client groups. The cost of these services will be reimbursed by its parent. As result of the actions taken the trustees do not expect any material adverse impact on its finances as a result of the Cov-id 19 pandemic.

In 2020/21, Willowacre Trust will work to increase the levels of support offered to tenants and communities. We will continue seek opportunities to address the needs of those who are most vulnerable and disadvantaged.

Services we intend to develop further include:

- 1) Older People's Services (Sheltered Housing)
- 2) Cleaning Services
- 3) Upcycling Services
- 4) Digital Participation Support
- 5) Health & Wellbeing Support
- 6) Community Engagement via Thriving Places
- 7) Supporting Work with Foundation Apprenticeships and community Benefit Apprenticeships

### **3. Reserves policy**

#### **Level of Reserves**

The charity operates a reserves policy which ensures it maintains a minimum level of free reserves sufficient to fund three months gross operating costs of the Barrowfield Community Centre.

#### **Unrestricted Funds**

General funds are unrestricted funds, which are available for use at the discretion of the trustees in delivering the charitable objectives of the company and have not been designated for any other purposes. Revenue reserves held at 31 March 2020 in the Statement of Financial activities are £262,070 (2019: £234,079).

#### **Designated funds**

Designated funds comprise unrestricted funds, which have been set aside by the trustees for charitable purposes. In order to deliver the intended support services and activities the Board of Trustees has approved the creation of 'Designated Funds', the aims and objectives of which are set out within note 16.

#### **Revaluation reserve**

Gains or losses on the revaluation of fixed assets are taken to the revaluation reserve except when losses would reduce the carrying value to below the initial cost of the asset, in which circumstance losses would be taken to the statement of financial activities.



Willowacre Trust

Annual report and financial statements  
For the year ended 31 March 2020

## **Directors' Report for the year ended 31 March 2020 (cont'd)**

### **Restricted funds**

Restricted funds comprise of funding received for a specific purpose stipulated by donors and external funders. The aim and use of each of the restricted funds is set out in note 16 to the financial statements. There were no remaining balances on restricted funds at 31 March 2020 (2019: Nil).

## **4. Other policies**

### **Investment policy**

Willowacre Trust maintains a policy of reducing its exposure to investment risk by placing deposits with more than one organisation. Prior to investing funds the trustees consider the relative merits of the investing institution in terms of risk and return. No funds are invested in securities to limit risk exposure.

### **Risk management**

The Board has taken the same approach to risk management as the Association, and during the year adopted the WSHA Risk Management Policy. The Trust has a risk register in place and it is monitored on a quarterly basis by the Board. The risks are also reported to the WSHA Audit Committee.

### **Going concern**

Based on the available information, the trustees have a reasonable expectation that the Trust has adequate plans and resources to continue its operations for the foreseeable future. For that reason, the trustees continue to adopt the going concern basis in preparing the accounts.

### **Disclosure of Information to Auditors**

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

### **Auditor**

Pursuant to Section 487 of the Companies Act 2006, a resolution to appoint the auditor will be presented at the Annual General Meeting.

### **Small company provisions**

This report has been prepared in accordance with the provisions applicable to companies entitled to the small company exemption.

This report was approved by the Board on

*David Grant*

On behalf of the Board of Trustees  
David Grant (Trustee)  
Date: 11 August 2020

**Statement of Directors' responsibilities in respect of the Directors' report and the financial statements**

The trustees (who are also directors of Willowacre Trust for the purposes of Company law) are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company and charity law requires the trustees to prepare financial statements for each financial year. Under that law they are required to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the excess of income over expenditure for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP
- make judgements and estimates that are reasonable and prudent; and
- applicable UK Accounting Standards have been followed
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue its activities.

The trustees are responsible for keeping adequate and proper accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended). They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charitable company and to prevent and detect fraud and other irregularities.

## **Independent Auditor's Report to the Members and Trustees of Willowacre Trust**

### **Opinion**

We have audited the financial statements of Willowacre Trust for the year ended 31 March 2020 which comprise the Statement of Financial Activities, the Balance Sheet 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year 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 (as amended).

### **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 Auditor's 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 Financial Reporting Council'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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

The Directors are responsible for the other information. The other information comprises the information included in the Directors' Report, other than the financial statements and our Auditor's Report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

## **Independent Auditor's Report to the Members and Trustees of Willowacre Trust (continued)**

### **Opinion on other matter 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 Directors' Report, for the financial year for which the financial statements are prepared, is consistent with the financial statements, and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of our 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 Directors' Report.

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:

- the charitable company has not kept proper and adequate accounting records 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 Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Directors' Report and take advantage of the small companies exemption in preparing the Strategic Report.

### **Responsibilities of Directors**

As explained more fully in the Directors' Responsibilities Statement (set out in the Directors' Report), the Directors (who are also the Trustees of the charitable company for the purposes of charity law) 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 Directors 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 Directors 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 Directors either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under Chapter 3 of Part 16 of the Companies Act 2006 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Acts and relevant regulations made or having effect thereunder.

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 an auditor's report 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Willowacre Trust

Annual report and financial statements  
For the year ended 31 March 2020

**Independent Auditor's Report to the Members and Trustees of Willowacre Trust (continued)**

**Use of our report**

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and to the charity'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 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, the charitable company's members as a body, and the charitable company's Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Allison Devine*

**Alison Devine (Senior Statutory Auditor)  
for and on behalf of  
Alexander Sloan  
Accountants and Business Advisers and  
Statutory Auditor**

**180 St. Vincent Street  
Glasgow  
G2 5SG**

**Date:** 7/9/2020

Alexander Sloan is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.

**Statement of Financial Activities for the period ending 31 March 2020**

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
<b>Income from</b>					
Charitable activities	2	356,980	142,318	499,298	396,608
Investment income	3	138,689	-	138,689	127,307
<b>Total income</b>		<u>495,668</u>	<u>142,318</u>	<u>637,987</u>	<u>523,915</u>
<b>Expenditure on</b>					
Charitable activities	5	467,677	142,318	609,995	538,210
Total expenditure		<u>467,677</u>	<u>142,318</u>	<u>609,995</u>	<u>538,210</u>
<b>Other recognised gains</b>					
Gain on revaluation of property		-	-	-	85,000
<b>Net movement in funds</b>		<b>27,991</b>	<b>-</b>	<b>27,991</b>	<b>70,705</b>
<b>Reconciliation of Funds</b>					
Total funds brought forward		413,832	-	413,832	343,127
<b>Total funds carried forward</b>		<u><b>441,823</b></u>	<u><b>-</b></u>	<u><b>441,823</b></u>	<u><b>413,832</b></u>

The Statement of Financial Activities includes all gains and losses in the year. All income and expenditure derive from continuing operations.

The notes on pages 17 to 24 form an integral part of these financial statements.

**Statement of Financial Position**

	Notes	2020 £	2019 £
<b>Fixed assets</b>			
Investment property	12	310,000	310,000
Other fixed assets	12	<u>3,141</u>	<u>5,604</u>
		313,141	315,604
<b>Current assets</b>			
Cash at bank and in hand		176,099	137,920
Debtors	13	<u>45,084</u>	<u>40,414</u>
		221,183	178,334
<b>Creditors</b>			
Amounts falling due within one year	14	<u>(92,501)</u>	<u>(80,106)</u>
<b>Net current assets</b>		128,682	98,228
<b>Total assets less current liabilities</b>		<u><b>441,823</b></u>	<u><b>413,832</b></u>
		2020 £	2019 £
<b>The funds of the charity</b>			
Unrestricted funds			
General funds	16	262,070	234,079
Designated funds	16	18,600	18,600
Revaluation reserve	16	<u>161,153</u>	<u>161,153</u>
		<u><b>441,823</b></u>	<u><b>413,832</b></u>

The notes on pages 17 to 24 form an integral part of these financial statements

The financial statements have been prepared in accordance with Part 15 of the Companies Act relating to small companies.

The financial statements were approved by the trustees and authorised for issue on 11 August 2020 and signed on their behalf by:

*David Grant*

David Grant  
Trustee

Date: 4/9/2020

Registered charity number SC015567

**Statement of cash flows**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Cash flows from operating activities:</b>		
<b>Net cash provided by (used in) operating activities</b>	<b>(100,509)</b>	<b>(131,939)</b>
<b>Cash flows from investing activities:</b>		
Dividend, interest and rents from investments	138,689	127,307
Purchase of property, plant and equipment	-	(3,804)
<b>Net cash provided by investing activities</b>	<u>138,689</u>	<u>123,503</u>
<b>Change in cash and cash equivalents in the reporting period</b>	38,179	(8,436)
<b>Cash and cash equivalents at the beginning of the reporting period</b>	137,920	146,356
<b>Cash and cash equivalents at the end of the reporting period</b>	<u><u>176,099</u></u>	<u><u>137,920</u></u>
<b>Reconciliation of net income/(expenditure) to net cash flow from operating activities</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Net income for the reporting period (as per the statement of financial activities)</b>	<b>27,991</b>	<b>70,705</b>
<b>Adjustments for:</b>		
Depreciation charges	2,464	3,458
Gains on investments	-	(85,000)
Dividends, interest and rents from investments	(138,689)	(127,307)
Increase in debtors	(4,670)	(24,329)
Increase in creditors	12,395	30,534
<b>Net cash used in operating activities</b>	<u><b>(100,509)</b></u>	<u><b>(131,939)</b></u>
<b>Analysis of cash and cash equivalents</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Cash in bank	70,199	32,603
Notice deposits (less than 3 months)	105,900	105,318
<b>Total cash and cash equivalents</b>	<u><u>176,099</u></u>	<u><u>137,920</u></u>

The notes on pages 17 to 24 form an integral part of these financial statements



## Notes to the Financial Statements

### 1. Accounting policies

#### Basis of preparation and statement of compliance

The financial statements are prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these financial statements. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their Accounts in accordance with Financial Reporting Standard 102 (effective January 2019), the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006. The principal accounting policies adopted in the preparation of the financial statements are set out below.

The charity meets the definition of a public benefit entity under FRS 102.

The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

The trust is a company limited by guarantee and the extent of the guarantee made by each member is £1.

#### Fund accounting

Funds are classified as either restricted funds or unrestricted funds, defined as follows.

Restricted funds are funds subject to specific requirements as to their use which may be declared by the donor or with their authority or created through legal processes, but still within the wider objects of the charity.

Unrestricted funds are expendable at the discretion of the Trustees in furtherance of the objects of the charity. If parts of the unrestricted funds are earmarked at the discretion of the Trustees for a purpose, they are designated as a separate fund. This designation has an administrative purpose only and does not legally restrict the Trustees' discretion to apply the fund.

#### Income

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

#### Deferred income

Rental income paid by tenants in advance is held as deferred income.

#### Grants receivable

Income from government and other grants, whether 'capital' or 'revenue' in nature, is recognised when the charity has unconditional entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. Unconditional entitlement will be achieved once any performance or other conditions attached to the grants have been met, or fulfilment of those conditions is wholly within the control of the charity.

Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### Income from Charitable Activities

Income from charitable activities includes income earned both from the supply of goods or services under contractual arrangements and from performance-related grants which have conditions that specify the provision of particular goods or services to be provided by the charity. Income from charitable activities is recognised as earned (as the related goods or services are provided).

## Notes to the Financial Statements (cont'd)

### 1. Accounting policies (cont'd)

#### Expenditure on Charitable Activities

Expenditure on charitable activities includes all costs incurred by the charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities. The cost of charitable activities presented in the Statement of Financial Activities includes the costs of both direct service provision and the payments of grant awards if applicable.

#### Other expenditure

Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities and is recognised when it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

#### Governance costs

Governance costs allow the charity to operate and generate information required for public accountability and can include audit costs, legal advice to trustees, costs associated with constitutional and statutory obligations, trustees' meeting costs and preparation of statutory accounts.

The Trust uses staff employed by West of Scotland Housing Association in managing the charity and delivering services and therefore a share of overheads is charged to the charity to cover these costs.

#### 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 value with the exception of bank loans which are subsequently measured at the carrying value plus accrued interest less repayments. The financing charge to expenditure is at a constant rate calculated using the effective interest method.

#### Investment properties

In accordance with FRS 102, section 16, investment property values are assessed annually by the trustees and independently valued by chartered surveyors every five years, to ascertain the increase, decrease or impairment in the value of investment property.

#### Fixtures and fittings

Fixtures and fittings are depreciated at 25% per annum on cost. A full year's depreciation is charged on these assets in the year of purchase, but no charge is made in the year of disposal.

#### Debtors

Trade and other debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount prepaid after taking account of any discounts due.

#### Cash at Bank and in Hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

#### Creditors and Provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that is expected to 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

## **Notes to the Financial Statements (cont'd)**

### **1. Accounting policies (cont'd)**

#### **Judgements and estimates**

In preparing the financial statements, the Trustees are required to make estimates and assumptions which affect reported income, expenses, assets, and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with past experience and expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

These accounts were prepared during the COVID 19 pandemic. The trustees have considered whether or not there will be any short or medium term material adverse effect on the financial position of the trust as a result of the associated working restrictions and impact on the general economy. The trust manages its expenditure in line with its income and in the event that income reduces the trust adjusts its expenditure plans accordingly. Following a request by its parent the trust redirected some of its resources to support the provision of welfare and other services to its client groups. The cost of these services will be reimbursed by its parent. As result of the actions taken the trustees do not expect any material adverse impact on its finances as a result of the Cov-id 19 pandemic.

#### **Reserves policy**

The reserves of Willowacre Trust are unrestricted unless funds have been donated or awarded for a specific purpose, in which case they are classed as restricted, or trustees agree to designate funding for a specific purpose. Restricted funds consist of grants that are awarded by external bodies and the Trust is responsible for ensuring that funds are expended in accordance with the conditions of the grant. Such funds are held as restricted until they are fully utilised. Designated funds are set aside following trustees' approval to be used for specific charitable purposes in accordance with the Trust's objects.

The major repairs reserve is intended to meet the future costs of works required to maintain the Barrowfield Community Centre.

Gains or losses on the revaluation of fixed assets will be taken to the revaluation reserve except when losses would reduce the carrying value to below the initial cost of the asset, in which circumstance losses would be taken to the statement of financial activities.

#### **Corporation tax**

Profits are earned from rental income and interest in the course of carrying out the charity's stated charitable purpose and therefore are not liable to corporation tax.

**Notes to the Financial Statements (cont'd)****2. Income from charitable activities**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<u>Unrestricted funds</u>		
Grants and other income	356,980	253,819
<u>Restricted Funds</u>		
Community Jobs Fund Scotland grants	-	8,623
Glasgow City Council Integrated grants	66,500	66,500
BSC Grants	75,818	67,666
	<b><u>499,298</u></b>	<b><u>396,608</u></b>

**3. Investment income & Other**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Rental income	119,465	110,425
Barrowfield Centre bookings income	14,224	16,414
Bank interest	583	468
Other Income	4,417	-
	<b><u>138,689</u></b>	<b><u>127,307</u></b>

**4. Income by activity**

	<b>Community centre</b>	<b>Projects</b>	<b>Other Trust activity</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Grants	68,500	407,955	22,793	499,248	396,608
Rental income	86,505	-	32,960	119,465	110,425
Booking income	14,224	-	-	14,224	16,414
Bank Interest	-	-	583	583	468
Other Income	4,417	-	50	4,467	-
	<b><u>173,646</u></b>	<b><u>407,955</u></b>	<b><u>56,386</u></b>	<b><u>637,987</u></b>	<b><u>523,915</u></b>

**5. Cost of charitable activities**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Charitable projects costs	60,245	46,047
Staff costs	432,204	371,933
Office Repairs and Renewals	14,277	11,448
Other Overheads	103,269	108,782
	<b><u>609,995</u></b>	<b><u>538,210</u></b>

**6. Staff costs**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Wages and salaries	381,557	329,130
Social security costs	30,214	25,746
Pension Costs	20,433	17,057
	<b><u>432,204</u></b>	<b><u>371,933</u></b>

Staff costs are included in the Statement of Financial Activities as costs of charitable activities.

The average number of staff employed in the period was 17 (2019: 15).

## Notes to the Financial Statements (cont'd)

### 6. Staff costs (cont'd)

No employees earned emoluments in excess of £60,000 (2019: £Nil).

No Key Management Personnel received any remuneration during the year (2019: £Nil) as all remuneration paid was processed through the charity's parent entity, West of Scotland Housing Association Limited.

### 7. Net expenditure

	Community centre	Projects	Other Trust activity	2020	2019
	£	£	£	£	£
Staff costs including Agency Staff	74,516	350,618	22,793	447,927	385,927
Project costs	-	53,289	10,059	63,348	51,371
Running costs	10,049	-	23,585	33,634	30,674
Premises costs	54,775	4,050	647	59,472	61,720
Governance costs	365	-	5,249	5,614	8,518
	<u>139,705</u>	<u>407,957</u>	<u>62,333</u>	<u>609,995</u>	<u>538,210</u>

### 8. Governance costs

	2020	2019
	£	£
Audit Fees	3,822	3,642
Trustee training	150	888
Legal fees	1,642	3,988
	<u>5,614</u>	<u>8,518</u>

Governance and support costs relating to charitable activities have been apportioned based on the use of resources.

### 9. Trustees' emoluments

No trustee nor any person connected with them received remuneration, benefits, or reimbursed expenses during the year (2019: £Nil).

### 10. Net Expenditure

	2020	2019
	£	£
Net expenditure is stated after charging:		
Depreciation and other amounts written off tangible assets	2,464	3,458
Auditor's remuneration - statutory audit	<u>3,822</u>	<u>3,642</u>

### 11. Tax on surplus on ordinary activities

No provision is required in respect of taxation as the company has been approved by HMRC as having charitable status and is exempt from tax on its charitable activities.

**Notes to the Financial Statements (cont'd)****12. Tangible fixed assets**

	<b>Investment property</b>	<b>Fixtures and fittings</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Cost or valuation at 1 April 2019 and 2020	310,000	15,433	325,433
Depreciation at 1 April 2019	-	9,828	9,828
Charge for the period	-	2,464	2,464
At 31 March 2020	-	12,292	12,292
Net book value at 31 March 2020	<b>310,000</b>	<b>3,141</b>	<b>313,141</b>
Net book value at 31 March 2019	<b>310,000</b>	<b>5,604</b>	<b>315,604</b>

The Trustees have assessed the value of the property at the 31 March 2020 and are of the opinion that the value of the property is unchanged to that of the last independent valuation undertaken in March 2019 by Allied Scotland in March 2019. The historic cost prior to revaluation is £148,847.

**13. Debtors**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Prepayments and accrued income	6,038	14,722
Trade debtors	39,046	25,692
	<b>45,084</b>	<b>40,414</b>

**14. Creditors**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Amounts owed to parent undertaking	6,704	6,904
Accruals and deferred income	77,205	56,894
Social security and taxes	6,666	6,640
Trade creditors	1,926	9,668
	<b>92,501</b>	<b>80,106</b>

**15. Control relationships**

Willowacre Trust is a wholly owned subsidiary of West of Scotland Housing Association Limited, an Industrial and Provident Society. The Association is a registered Scottish charity, No SC0184186. The Association's registered office is Camlachie House, 40 Barrowfield Drive, Glasgow G40 3QH. During the year the Association provided management services to Willowacre Trust for which a charge was made of £13,516 (2019: £13,210). An amount of £6,704 (2019: £3,602) was due to the association in respect of other goods and services purchased by the association on behalf of the trust at the 31<sup>st</sup> March 2020.

To support the activities undertaken by Willowacre Trust which deliver services and projects associated with the Supporting Communities strategy to West of Scotland Housing Association tenants and communities, the Association make support funding available on an annual basis. This funding is subject to annual review. In the year ended 31 March 2020 £356,930 was paid (2019 - £253,818) to the Trust.

The Association also leases premises to Willowacre Trust for a nominal rent of £1 (2019: £1). Control may be exercised by the parent through the appointment or removal of directors.

**Notes to the Financial Statements (cont'd)****16. Funds**

	1 April 2019	Incoming Resources	Outgoing Resources	31 March 2020
	£	£	£	£
<b>Unrestricted Funds</b>	<b>234,079</b>	<b>495,668</b>	<b>(467,677)</b>	<b>262,070</b>
<b>Designated Funds</b>				
Major repairs reserve	18,600	-	-	18,600
<b>Revaluation reserve</b>	<b>161,153</b>	<b>-</b>	<b>-</b>	<b>161,153</b>
<b>Restricted Funds</b>				
Glasgow City Council Integrated Grants	-	66,500	(66,500)	-
BSC Grants	-	75,818	(75,818)	-
<b>Total</b>	<b><u>413,832</u></b>	<b><u>637,986</u></b>	<b><u>(609,995)</u></b>	<b><u>441,823</u></b>

**Restricted Funds**

Glasgow City Council's Integrated Grant Fund provided an annual sum of £66,500 (2019: £66,500) to fund the cost of running the Barrowfield Community Centre.

Restricted Funding was received from Glasgow's Children's Holiday programme. This project has the sole purpose of supporting children who are experienced food poverty during the school holiday periods including Easter, Summer and October holidays.

Restricted Funding was also received from the Wellbeing for Longer Fund supporting the delivery of health and wellbeing activities which impact on older people's social connectedness and physical and emotional wellbeing.

In addition, funding was also received during the year to deliver tenant support projects. The projects included: Cash for Kids Christmas gifts for vulnerable families, digital participation funding to provide digital support services, fuel poverty funding to support tenants experiencing fuel poverty and Area partnership funding to support the delivery of an under 8's children's programme.

**17. Analysis of net assets between funds**

	Unrestricted Funds	Designated Funds	Total Funds
	£	£	£
Fixed assets	294,541	18,600	313,141
Current assets	221,183	-	221,183
Current liabilities	(92,501)	-	(92,501)
<b>Closing balance at 31 March 2020</b>	<b><u>423,223</u></b>	<b><u>18,600</u></b>	<b><u>441,823</u></b>

**Notes to the Financial Statements (cont'd)****18. Prior year Statement of Financial Activities**

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £	Total Funds 2018 £
<b>Income from</b>					
Charitable activities	2	253,819	142,789	396,608	353,760
Investment income	3	127,307	-	127,307	118,967
<b>Total income</b>		<u>381,126</u>	<u>142,789</u>	<u>523,915</u>	<u>472,727</u>
<b>Expenditure on</b>					
Charitable activities	5	395,421	142,789	538,210	526,062
Total expenditure		<u>395,421</u>	<u>142,789</u>	<u>538,210</u>	<u>526,062</u>
<b>Other recognised gains</b>					
Gain on revaluation of property		85,000	-	85,000	-
<b>Net movement in funds</b>		<b>70,705</b>	<b>-</b>	<b>70,705</b>	<b>(53,335)</b>
<b>Reconciliation of Funds</b>					
Total funds brought forward		343,127	-	343,127	396,462
<b>Total funds carried forward</b>		<u><b>413,832</b></u>	<u><b>-</b></u>	<u><b>413,832</b></u>	<u><b>343,127</b></u>