



**Annual report & financial statements
for the year ended 31 March 2025**

**Registered Charity No. SC021740
Company Registration No. SC145621**

THURSDAY



A18 *AEGP473U* 04/12/2025 #244
COMPANIES HOUSE

www.cath-org.co.uk



Charity Information

Board of trustees	Fiona Hogg – Chair Mark Thomson Andrew Philip Gwendolynn van Vuuren Frances-Anne Casey William Marcus Thompson John Ferguson (resigned April 2025) Scott Johnstone (appointed April 2025) Alison McMillan (appointed June 2025)
<u>Senior Management Team</u>	
Chief Executive	Richard Howat (left 31/05/24)
Chief Executive	Laura Stewart (started 03/06/24)
Finance Manager	Laura Appleyard (left 03/12/24)
Finance Manager	Janice Spencer (started 13/12/24)
Human Resources, Compliance Manager & Secretary	Elaine Lamb
Head of Operations & Development	Alisa Artiukh
Company number	SC145621
Registered office & Business Address	188-190 High Street Perth PH1 5PA
Auditors	Morris & Young CA Statutory Auditor 6 Atholl Crescent Perth PH1 5JN
Solicitors	Elliot & Company, WS 8 Charlotte Street Perth PH1 5LL
Bankers	The Royal Bank of Scotland 12 Dunkeld Road Perth PH1 5RB CAF Bank 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ Bank of Scotland 10 – 16 King Edward Street Perth PH1 5UT
Investment Managers	Evelyn Partners 206 St. Vincent Street Glasgow G2 5SG Flagstone Group Ltd Clareville House 26-27 Oxendon St London SW1Y 4EL



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Report of the Board of trustees

for the year ended 31 March 2025

The Board of trustees, who are directors for the purpose of company law and trustees for the purpose of charity law, present their annual report and audited financial statements of the charity for the year ended 31 March 2025.

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).

Objectives and activities

The charitable company's objectives and principal activities are to relieve homelessness and poor housing, to improve the conditions of life and generally aid the development of persons who are homeless or who live in poor and sub-standard housing in the Perth and Kinross Council area and any other area agreed by the Board of trustees.

The organisation recognises the associated problems that homelessness presents; and works to alleviate those and help maintain and improve the quality of life of our beneficiaries. The main activities in the period are shown under Achievements and Performance.

Structure, governance and management

Governing document

Churches Action for The Homeless (CATH) is a private company limited by guarantee, incorporated on 27 July 1993 and also registered as a charity on 27 July 1993. The company was established under a Memorandum and Articles of Association which established the objects and powers, and is governed under its Articles of Association. These articles were updated in June 2024. In the event of the company being wound up members are required to contribute an amount not exceeding £1. The charity is regulated by the Office of the Scottish Charity Regulator.

Organisational structure

CATH has a Board of trustees who meet monthly on an alternating formal/informal basis and are responsible for the strategic direction and policy of the charity. At present the Board of trustees has nine members from a variety of professional backgrounds relevant to the work of the charity. The procedure for election and appointment to the Board of trustees is laid down in the Memorandum and Articles of Association.

The induction process for committee members includes providing them with a copy of the latest annual report and financial statements, the Memorandum and Articles of Association, Governance of CATH and the latest Care Inspectorate inspection report. They are invited to spend time with the key people in the organisation to familiarise themselves with our activities and identify any requirements for further information, training or support.

The Board of trustees are responsible for ensuring that the charity delivers the services specified and that key performance indicators are met. A scheme of delegation is in place and day to day responsibility for the provision of the services rests with the Senior Management Team. The Service Co-ordinators have responsibility for the day-to-day operational management of the charity's services, individual supervision of the staff teams and also ensuring that the teams continue to develop their skills and working practices in line with good practice.



Report of the Board of trustees (continued)

for the year ended 31 March 2025

Members of the Board of trustees

Those who served during the period and since the year end were:

Fiona Hogg	Mark Thomson	John Ferguson
Andrew Philip	Frances Anne Casey	Scott Johnstone
Gwendolynn van Vuuren	William Marcus Thompson	Alison McMillan

CATH would like to thank John Ferguson for his contributions to the CATH Board, who opted to resign from the Board at our April 2025 AGM. We welcomed Scott Johnstone to the CATH Board, who joined us in the middle of the financial year and was formally welcomed at our April 2025 AGM.

Responsibilities of the Board of trustees

The Board of trustees (who are directors for the purpose of company law and trustees for the purpose of charity law) are responsible for preparing the Report of the Board of 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 Board of 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 these financial statements, the Board of trustees is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Board of trustees is responsible for keeping adequate accounting records that 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 the Charities Accounts (Scotland) Regulations 2006 (as amended). The Board of trustees is 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.

Risk management

The organisation's internal control processes ensure that key risks are identified and managed. The risk that is most significant is that CATH is totally dependent on others for funding. Consequently all our work is at risk at any time. Nevertheless CATH has a proven reputation for delivering a good service and is therefore an attractive provider of services in this field. Also we continue to invest resources in fundraising to enable some of our projects to continue and develop and have sufficient reserves to continue to fund our operations at the current funding levels.

Some of our work is performed in difficult environments. It is essential to be able to demonstrate effective procedures for the management of health and safety. Good safety procedures are important to protect staff, minimise consequential costs arising from accidents, control insurance expenses and safeguard the reputation of the organisation.

Report of the Board of trustees (continued)

for the year ended 31 March 2025

Pay policy for senior staff

The Board of trustees consider the Board of trustees and the senior management team as comprising the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day-to-day basis. All trustees give their time freely and no trustee received remuneration in the year. Details of trustees' expenses are disclosed in note 20 to the accounts.

The pay of the Senior Management Team is reviewed annually and increased only in line with any increases in core funding and/or in line with increases applied across the staffing structure.

Achievements and performance

The main support areas provided by the charity are in our Accommodation Projects (Tayview House and Floating Housing Support) and Community Projects (Community Hub, Outreach and Adult Learning), together with our Volunteer programme and our three year pre-employability test of change project, Positive Pathways. In addition, the organisation operates a successful and well-liked Charity Shop. Our Charity Shop staff, supported by volunteers, continued to operate the On The Mend project from our second premises on Perth High Street called CATH Connect. CATH worked with 699 people, with Floating Housing Support working with 182, Community Hub supporting 136, Outreach working with 252, Tayview House housing a total of 27 Service Users, Positive Pathways supporting 22, Adult Learning working with 30 people, On The Mend worked with 50 unique individuals. Via our work with Starter Packs, a further 702 individuals were supported, which included 166 children.

Accommodation

Tayview

Tayview House is a 24/7 supported accommodation unit. The residents stay for about two years to prepare for their own tenancies. Many face multiple and complex challenges and are among the most vulnerable in our communities. No two residents are the same. Consequently, staff work hard to provide individualised support to enable residents to work toward addressing their challenges as well as prepare practically for having their own tenancy. Wherever possible staff seek to work closely with the specialist agencies who are also in resident's lives.

Floating Housing Support

FHS continues to provide support to vulnerable residents in the Perth and Kinross area. CATH has one third of the overall Floating Housing Support contract from Perth & Kinross Council and delivers support to a specific geographic area. FHS provides support to people in their own homes for up to 9 months. The support is tailored to each individual, but the underlying emphasis is on supporting people to sustain their occupancy in their homes and thrive. This may include budgeting support, support with hoarding, access to recovery and primary health care services, life skills, helping people to claim the benefits they are entitled to and so on.

Community

Community Hub

The Community Hub (previously known as the Day Centre) provides a crisis intervention service with a primary focus on an immediate humanitarian response. People can access hot food, showers and laundry facilities. Beyond this, our staff support with digital inclusion (via SIM cards and use of our service user computers), assistance with navigating DWP and Social Security Scotland benefits, support with bills and many other things besides. The Community Hub staff support people in many different stages of recovery from addiction and run recovery groups, although all are welcome at the Community Hub and people do not need to be willing to enter recovery. Staff have built strong networks with partner agencies in order to support clients to access what they need.



Report of the Board of trustees (continued)

for the year ended 31 March 2025

Adult Learning

Adult Learning (previously known as Adult Literacy) has continued to provide 1-1 and group work to those who have identified a learning need. The project works with service users from across CATH in a person-centred way. Whilst literacy and numeracy still play a big part in the work, the project delivers more than that to Service Users, and can support them to access certain skills development opportunities and training courses. It is our intention to rename this as Adult Learning to be more reflective of the reality of the project, should our funding continue.

Positive Pathways

Positive Pathways is our three year test-of-change project that we deliver thanks to the generosity of multiple funders. Positive Pathways works with small groups of people over a one-year time period, supporting them with a range of classroom based activities and trips out, to prepare them for their next steps, whether that is entering or re-entering the workforce, undertaking further education, volunteering and so on. Positive Pathways has links to Adult Learning and referrals are accepted from within CATH and from referral partners such as Perth & Kinross Council's employability team

Outreach

The Outreach team have continued to reach out across Perth & Kinross this past year. Through a mix of walkabouts and collaborating with local hubs, they have raised awareness of the service and continued to provide much needed assistance. Similarly to the FHS Team, Outreach have worked with a number of foreign nationals some of whom have had no recourse to public funds meaning that our involvement is mainly signposting and ongoing crisis support. Mental health and poverty continued to present as challenges this year as the cost of living pressures have been keenly felt by many people.

Starter Packs

CATH continued to work in partnership with Starter Packs Perth throughout the year. CATH provides administrative support, manages the referral process and delivers the much-needed packs to many new residents in need throughout Perth & Kinross. This service works in conjunction with many referral agencies (but with around 80% of referrals coming from Perth & Kinross Council), assisting them to give their service users a better start in their new tenancies.

CATH

Charity Shop

The CATH Shop has continued to thrive. With 51,128 transactions over the year generating vital income to CATH of £152,437. The Shop saw almost 30,000 customers and the volunteer team grew to 25 strong. Bringing a Digital Marketing Assistant on board at CATH allowed us to put more efforts into online sales and it is hoped that a small volunteer group will support this now it is back up and running.

On The Mend @ CATH Connect

On the Mend really established itself in this year. It ran 3 core workshops delivered by staff for a total of 276 hours, with 30 hours of volunteer led specialist workshops introducing crafts like upholstery, needle felting and origami, 16 hours of furniture upcycling sessions delivered to people involved in Trauma Healing Together's Pathways to Hope programme, and a 2 hour workshop delivered out at Crook of Devon. We were able to celebrate a year of On The Mend in November 2024 which was a well-attended celebration and a chance to reflect on year of hard work and a truly co-produced project. The decision was made to increase staffing hours to On The Mend for the 25-26 financial year in order to give it a chance to truly develop.



Report of the Board of trustees (continued)

for the year ended 31 March 2025

Volunteering

Volunteers continue to play a vital role across CATH, from supporting our Shop and On The Mend projects to serving on the Board to corporate volunteers who come in and support us with vital one off pieces of work. We are extremely grateful to everyone for their time and dedication. Two volunteers received log service awards for 5 years of service to CATH at this year's volunteers week celebrations, they also enjoyed a great Christmas Party complete with a quiz kindly put together by one of our volunteers.

Volunteer Hours by Projects Apr 2024-Mar 2025

	Total for year
Charity Shop	2641
Community Hub	439
Board of trustees	66
On The Mend	63
Xmas/NY Volunteering	48
TOTAL	3257

The monetary value of the volunteers' time equates to £46,154 equivalent in salary and on costs.

Financial review

Income

The organisation's core work continued to operate with funding from our principal funder, Perth & Kinross Council (PKC), through service level agreements and contracts. Several individual grants and donations were received too for various community initiatives and in general support of the charity.

CATH once again continued to benefit from a great number of donations from our supporters. We are grateful to our regular donors, some of whom have given for many years, and also want to thank the following organisations and funders for their support: Robertson Trust, Gannochy Trust, Garfield Weston, The National Lottery Community Fund, Kinclaven Church, Dunbarny & Forgandenny Church, Burrleton Church, Craigie & Moncrieffe Church, Kinloch Rannoch Church, Braes of Rannoch Church, Teandary Kirk, Errol Parish, St. Matthews Church, Recycle4Charity, Rotary Club, Baker incorporation, Scottish Community, Durris Charitable Trust, Google, Caledonian Housing, Charitable Giving, Charities Aid Foundation.

The total income from our charity shop, including cash, card sales, online sales and rags/recycling was £154,983 (2024 - £141,566).

Expenditure

Expenditure has risen by £190,382 this year when compared with the previous year.

The overall surplus for the year is £130,556 (2024 - £38,502). Total funds are £1,261,702 (2024 - £1,131,146), made up of unrestricted funds of £983,641 (2024 - £984,218) and restricted funds of £278,061 (2024 - £146,928). Unrestricted funds are reduced by a pension deficit liability of £1,166 (2024 - £1,009).

Our funding from Perth & Kinross Council had an 8.7% increase applied to a proportionate amount of our individual SLAs and contracts for the 24-25 financial year. The increase was awarded on the provision that all support staff are paid at least Real Living Wage of £12.00 an hour. This is a welcome uplift, a welcome increase

Report of the Board of trustees (continued)

for the year ended 31 March 2025

in salaries to our hardworking staff on Real Living Wage, but causes difficulties with the salary differentials across our entire organisation, and means the Board decided the increase had to be evenly applied across the whole organisation, irrespective of the fact that the increase in income did not allow for this. In addition, these increases were not applied to funding received from other sources, nor do these increases make any allowance for the increases we see to all costs. A contribution is provided towards the central costs from our funding, but this is being ever more eroded over time with the pressure to maintain salary differentials and the increased cost of all our expenditure. This is not a situation we can continue to maintain at this level.

Principal funding sources

The principal funding sources are the Scottish Government via Perth & Kinross Council.

Reserves policy

Our reserves policy is to maintain unrestricted funds of 2 months plus 20% of the operational costs not met through contracts or service level agreements. This is in addition to unrestricted funds relating to fixed assets.

Based on budgeted expenditure for 2025-26, the minimum unrestricted funds required is fully covered by the contingency provision of £230,000. The unrestricted funds relating to tangible fixed assets at 31 March 2025 were £29,907. This results in a total figure of £259,907 of unrestricted funds being maintained for 2024-25.

The level of contingency reserves is reviewed annually to ensure that it matches CATH programmed service delivery and expenditure. Additional reviews will be undertaken if there are significant changes to programmed service delivery and expenditure during the year.

The Board of trustees agreed that this reserves policy would enable CATH to meet its statutory obligations, ensure sufficient reserves are available to meet possible contingencies, be achievable and sustainable, and not be overly restrictive of possible future growth and investment.

Investment policy

Investment funds are managed by a professional investment manager for a balance between longer term growth and current income. We have ensured any risk is kept to a minimum with a conservative portfolio.

Plans for future periods

Perth & Kinross Council announced a 5.4% uplift to the hourly rate of the SLAs and contracts for the 25/26 financial year, once again conditional upon us increasing our salaries to the Real Living Wage of £12.60. The funding award announcements were not received by us until the first week of the 25/26 financial year. We recognise there are many reasons for this, not least Perth & Kinross Council needing to wait to understand their own allocations from the Scottish Government, who in turn are waiting on allocations announcements from Westminster, but it is exceptionally difficult to plan for and mitigate against a difficult financial climate when you have no idea of the level of income you may receive, and you must balance the risk of serving entire projects with redundancy notices that you can rescind against committing to maintain the services as they are, even if you do not receive enough income to ensure their delivery. We have therefore had no option but to enter into a challenging deficit budget year, with cost mitigation plans and plans to bring in and generate more income at the heart of our non-frontline service delivery. Ultimately, we know from the work we do day in and day out that our services are needed now more than ever, but we cannot operate at a continual deficit on our services, as it puts the entire charity at risk. The increase to employers national insurance contributions increased our staffing costs roughly to the equivalent of an entire member of frontline staff, which puts added pressure on the organisation's expenditure.

Report of the Board of trustees (continued)

for the year ended 31 March 2025

Our Positive Pathways service enters into its final year of the three year test of change. We have seen phenomenal results – whilst it is not a service that delivers to many (and is not designed to be so) it is a service that transforms lives and gives people hope in difficult economic times. We are delighted to see our 'graduates' moving into volunteering, training, peer mentoring and more. We are keen to continue in its development and so will be looking for new funding streams to support it from the 26/27 financial year onwards.

We are committed to our On The Mend service, increasing the staffing hours to make the project run full time and looking at ways to make it self-sufficient and/or well funded and supported. Through On The Mend, we have met people who would not ordinarily have known who CATH are and what we do, and it provides a space for community – all are welcome, without judgement or labels. In a Psychologically Informed Environment (PIE), which CATH is working its way towards being, the ability to form new and positive relationships and develop a sense of community is one of the important elements, and this is one way in which we can demonstrate a commitment to supporting people to form these relationships

We were joined by a new CEO, Laura Stewart, in June 2024. Laura has spent her time getting to understand CATH and the services, its strengths and its challenges. There is an obvious need to examine the income vs expenditure issues that CATH faces as a result of the erosion of full cost recovery and the increase in costs across all aspects of service delivery, but there is equally a need to consider the modernisation of CATH in all ways – mobile telephony, our IT systems, our buildings, how we keep lone workers safe and so on. The Board have approved a much needed IT upgrade for the 25/26 financial year that will give faster internet access to all buildings and a more reliable, cloud-based server to replace a very old physical one. Whilst this is a huge monetary investment (supported by a designation in the reserves), it will increase the productivity of all aspects of the organisation, allowing our staff to do their work without connection lags or server outages.

Auditors

In accordance with the charitable company's articles, a resolution proposing that Morris & Young be reappointed as auditors of the charitable company will be put at a General Meeting.

Statement of disclosure to auditor

So far as the Board of trustees is aware, there is no relevant audit information of which the charitable company's auditor is unaware. Additionally, the Board of trustees have taken all the necessary steps that they ought to have taken in order to make themselves aware of all relevant audit information and to establish that the auditors are aware of that information.

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved by the Board of trustees on 28th October 2025 and signed on its behalf by:



Fiona Hogg
Director

Independent Auditor's Report to the Members of Churches Action for the Homeless

Opinion

We have audited the financial statements of Churches Action for the Homeless Limited for the year ended 31 March 2025, which comprise the Statement of Financial Activities, Statement of Financial Activities, Consolidated Balance Sheet, Charity Balance Sheet, Charity Statement of Cash Flows and Notes to the Financial Statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK) applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 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 group 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 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.

Independent Auditor's Report to the Members of Churches Action for the Homeless (continued)

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.

Opinion 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 Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' 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 Trustees' Report.

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

- adequate accounting records have not been kept by the charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the charitable company 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.

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.

Auditor's responsibilities for the audit of the financial statements

In preparing the financial statements, the trustees are responsible for assessing the charity'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 charity or to cease operations, or have no realistic alternative but to do so.

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.

Independent Auditor's Report to the Members of Churches Action for the Homeless (continued)

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Identifying and assessing potential risks related to irregularities

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:

- the nature of the regulated sector, control environment and understanding of the entity including, but not restricted to, the understanding that the trustees are not remunerated, and the prevalence of fraud in the sector especially in the current uncertain economic environment;
- results of our enquiries of trustees about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Charity's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities that may exist within the organisation for fraud and identified the greatest potential for irregularities to occur is in relation to revenue recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the Charity operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the charity's Articles of Association, Companies Act 2006 and various charity-specific legislation, including The Charities and Trustee Investment (Scotland) Act 2005.

Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
 - enquiring of Trustees concerning actual and potential litigation and claims;
 - performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
 - reading minutes of meetings of those charged with governance;
-



Independent Auditor's Report to the Members of Churches Action for the Homeless

- testing a sample of income for understatement and consideration given to revenue recognition accounting policies. Also reviewed the minutes of meetings for completeness of income.
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

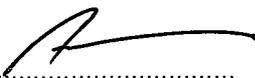
We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

Due to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of controls. We are not responsible for preventing fraud or non-compliance with laws and regulations and cannot be expected to detect all fraud and non-compliance with laws and regulations.

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 auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity company trustees those matters we are required to state to them in an auditor's 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 charity company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.


..... 07/11/2025

Alexander J Fyfe, M.A.A.T., C.A., DChA (Senior Statutory Auditor)

For and on behalf of Morris & Young, Statutory Auditor

Morris & Young

Chartered Accountants

6 Atholl Crescent

PERTH

PH1 5JN

Statement of Financial Activities (Including Income & Expenditure Account)

for the year ended 31 March 2025

	Notes	2025 Unrestricted £	2025 Restricted £	2025 Total £	2024 Total £
Income from:					
Donations and legacies	2	8,677	153,428	162,105	55,136
Other trading activities	3	155,323	2,000	157,323	142,124
<i>Charitable activities</i>					
Accommodation and community projects	4	3,007	1,149,457	1,152,464	1,017,042
Investments		43,617	-	43,617	18,948
Total income		210,624	1,304,885	1,515,509	1,233,250
Expenditure on:					
Raising funds	5	(142,188)	(2,000)	(144,188)	(121,704)
Investment management		(1,065)	-	(1,065)	(1,713)
<i>Charitable activities</i>					
Accommodation and community projects	6	(29,804)	(1,212,958)	(1,242,762)	(1,074,216)
Total expenditure		(173,057)	(1,214,958)	(1,388,015)	(1,197,633)
Net gains/(losses) on investments	11	3,062	-	3,062	2,885
Net income/(expenditure)	8	40,629	89,927	130,556	38,502
Transfers between funds	17	(41,206)	41,206	-	-
Other recognised gains/(losses)		-	-	-	-
Net movement in funds		(577)	131,133	130,556	38,502
Reconciliation of funds:					
Fund balances at 1 April 2024		984,218	146,928	1,131,146	1,092,644
Fund balances at 31 March 2025	17	983,641	278,061	1,261,702	1,131,146

The statement of financial activities includes all gains and losses recognised in the year. All incoming resources and resources expended derive from continuing activities.

The notes on pages 15 to 32 form part of these financial statements.

Balance Sheet

as at 31 March 2025

	Notes	2025 £	£	2024 £	£
Fixed assets					
Tangible assets	10		92,913		102,679
Investments	11		639,214		609,419
			<u>732,127</u>		<u>712,098</u>
Current assets					
Debtors	12	22,562		31,984	
Cash at bank and in hand		567,883		596,727	
		<u>590,445</u>		<u>628,711</u>	
Creditors: amounts falling due within one year	13	<u>(59,704)</u>		<u>(208,654)</u>	
Net current assets			<u>530,741</u>		<u>420,057</u>
Total assets less current liabilities			<u>1,262,868</u>		<u>1,132,155</u>
Pension deficit liability	14		(1,166)		(1,009)
Net assets			<u><u>1,261,702</u></u>		<u><u>1,131,146</u></u>
Funds					
Restricted funds	17		278,061		146,928
General funds		984,807		985,227	
Less: Pension deficit liability		<u>(1,166)</u>		<u>(1,009)</u>	
	17		<u>983,641</u>		<u>984,218</u>
			<u><u>1,261,702</u></u>		<u><u>1,131,146</u></u>

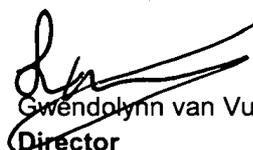
These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The notes on pages 15 to 32 form part of these financial statements.

Approved by the Management Committee on 28th October 2025 and signed on their behalf by



Fiona Hogg
Director



Gwendolynn van Vuuren
Director

Company Registration No. SC145621

Statement of Cash Flows

for the year ended 31 March 2025

	Notes	Total Funds 2025 £	Prior Year 2024 £
Net cash used in operating activities	23	(41,626)	206,803
Cash flows from investing activities:			
Interest and dividends		43,617	18,948
Proceeds from sale of investments		30,307	-
Purchase of investments		(57,041)	(501,586)
Purchase of furniture and equipment		-	(2,278)
Purchase of IT equipment		(4,102)	-
Net cash provided by investing activities		12,781	(484,916)
Cash flows from financing activities:			
		-	-
Net cash used in financing activities		-	-
Change in cash and cash equivalents in the year		(28,845)	(278,113)
Cash and cash equivalents at the beginning of the reporting period		596,728	874,841
Cash and cash equivalents at the end of the reporting period		567,883	596,728

The notes on pages 15 to 32 form part of these financial statements.

Notes to the Financial Statements

1 Accounting policies

1.1 Basis of preparation

The financial statements are prepared in accordance with 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) issued on 16 July 2014 (as updated through Bulletin 1 published on 2 February 2016), The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 and UK Generally Accepted Accounting Practice.

Churches Action for the Homeless meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The accounts are prepared in sterling which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

1.2 Company information

Churches Action for the Homeless is a charitable company registered in Scotland and limited by guarantee. The charity is governed by the Directors, who are Trustees for the purpose of Charity Law, under its Memorandum and Articles of Association. The registered office is 188-190 High Street, Perth, PH1 5PA.

1.3 Preparation of the accounts on a going concern basis

The majority of the charity's income comes from the Scottish Government through the Local Authority.

This funding has been received on an annual basis through Service Level Agreements. There is a move from the Local Authority to move on to commissioning services in the future.

One of CATH's services was put out to tender and CATH was successful in winning the three year contract. CATH continues to be in regular contact and involved in positive discussions with the Local Authority with the review of other services and the commissioning processes. In addition, CATH has been looking at other longer term funding sources and is continuing to look at a restructuring of the organisation.

The management committee consider that the charity is in a position to continue as a going concern.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. The cost of minor additions or those costing below £500 are not capitalised. Fixed assets purchased as part of projects are not capitalised but are matched against the income to which they relate in the year they are purchased.

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:

Leasehold buildings	Over remaining leasehold term
Computers	20% on cost
Fixtures, fittings & equipment	25% on cost
Motor vehicles	25% on cost

Notes to the Financial Statements (continued)

1.5 Operating leases

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.6 Fixed asset investments

Fixed asset investments are stated at market value.

1.7 Stock

Stock is valued at the lower of cost and net realisable value.

1.8 Pensions

Employees of the charity are entitled to join The Pensions Trust Scheme. The Pensions Trust scheme is a multi-employer defined benefit scheme. The management committee is unable to obtain sufficient information to identify the charity's share of the underlying assets and liabilities of the scheme and therefore the scheme is accounted for as a defined contribution scheme.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

In order to comply with auto-enrolment requirements, since 1 January 2016, new and existing employees who are not in The Pensions Trust scheme were automatically enrolled into a scheme operated by Creative Pensions Trust unless they exercised their right to opt out of scheme membership.

1.9 Fund Accounting

Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity without further specific purpose and are available as general funds.

Designated funds are unrestricted funds earmarked by the Management Committee for a particular purpose.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of management and support costs.

1.10 Income

All income is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expected in a future period.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the period in which they are receivable.

Monetary donations are recognised as income as they are received. Income tax recoverable on covenanted donations and gift aid donations is accrued in the financial statements.

Donations in kind such as food and clothing are received at the day centre and noted. No value is placed on these items as they generally have little resale value and are distributed to attenders as soon as possible after receipt or used in the centre kitchen.

It is impractical to measure reliably the fair value of donated items for resale in the charity shop. This is due to the volume of low value items and the cost implications of introducing a detailed stock control system. Donated items for resale are recognised in the financial statements when they are sold and the income is included within 'Income from other trading activities'.

Investment income is included when receivable.

Notes to the Financial Statements (continued)

1.11 Expenditure and irrecoverable VAT

All expenditure is included on an accruals basis and includes attributable VAT which cannot be recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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 the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the statement of financial activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in notes 6 and 7 to the financial statements.

1.12 Debtors

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

1.13 Cash at bank and in hand

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

1.14 Creditors and provisions

Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Notes to the Financial Statements (continued)

2 Donations and legacies

	2025 Unrestricted £	2025 Restricted £	2025 Total £	2024 Total £
CATH 500/gift aid donations including tax reclaim	5,933	-	5,933	8,211
Other donations	2,744	153,428	156,172	46,925
	<u>8,677</u>	<u>153,428</u>	<u>162,105</u>	<u>55,136</u>
<i>Total 2024</i>	<u>55,136</u>	<u>-</u>	<u>55,136</u>	

The organisation benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

3 Trading activities

	2025 Unrestricted £	2025 Restricted £	2025 Total £	2024 Total £
Shop income	154,992	-	154,992	141,566
Employment Scheme	-	2,000	2,000	-
Fundraising	331	-	331	558
	<u>155,323</u>	<u>2,000</u>	<u>157,323</u>	<u>142,124</u>
<i>Total 2024</i>	<u>142,124</u>	<u>-</u>	<u>142,124</u>	

Notes to the Financial Statements (continued)

4 Incoming resources from charitable activities

	2025 Unrestricted £	2025 Restricted £	2025 Total £	2024 Total £
Accommodation Projects				
Perth & Kinross Council - contract	-	600,271	600,271	551,837
Housing Benefit	-	104,856	104,856	105,936
Client rent contributions	-	13,050	13,050	12,730
Organisations - grants	-	5,250	5,250	1,180
Big Issue commission	-	-	-	5
Miscellaneous income	-	-	-	30
	-	723,427	723,427	671,718
Community Projects				
Perth & Kinross Council - contract	-	340,531	340,531	298,410
Organisations - grants	-	85,062	85,062	42,510
Kitchen and laundry donations	2,806	-	2,806	1,864
Big Issue commission	201	-	201	220
Miscellaneous income	-	437	437	2,320
	3,007	426,030	429,037	345,324
Total	3,007	1,149,457	1,152,464	1,017,042
<i>2024 Total</i>	<i>5,619</i>	<i>1,011,423</i>	<i>1,017,042</i>	

5 Costs of raising funds

	2025 Charity Shop £	2025 Community £	2025 Total £	2024 Total £
Salaries	74,966	-	74,966	71,166
Staff costs	1,764	33	1,797	1,532
Property costs	35,612	-	35,612	24,415
Property maintenance	3,979	-	3,979	4,520
General operating costs	5,574	216	5,790	7,039
Support costs	21,044	1,000	22,044	13,032
	142,939	1,249	144,188	121,704
<i>2024 Total</i>	<i>116,239</i>	<i>5465</i>	<i>121,704</i>	

Notes to the Financial Statements (continued)

6 Analysis of charitable expenditure

	2025 Accommodation £	2025 Community £	2025 Total £	2024 Total £
Resources expended				
Salaries	491,578	265,803	757,381	671,796
Staff costs (travel, training, recruitment)	19,793	4,743	24,536	19,662
Agency costs	12,128	-	12,128	11,742
Property costs (rent, insurance, utilities)	66,426	29,528	95,954	74,007
Property maintenance	14,590	14,202	28,792	17,416
Food costs	6,787	6,331	13,118	14,637
Client support	924	16,024	16,948	6,498
General operating costs	31,740	26,532	58,272	50,827
Research & Consultancy	42,386	-	42,386	-
Depreciation	6,030	5,582	11,612	13,443
Support costs (see note 7)	83,655	57,364	141,019	155,949
	<u>776,037</u>	<u>426,109</u>	<u>1,202,146</u>	<u>1,035,977</u>
Governance costs				
Salaries	21,810	12,360	34,170	32,115
Insurance	1,051	595	1,646	1,323
Audit fees	3,013	1,787	4,800	4,800
	<u>25,874</u>	<u>14,742</u>	<u>40,616</u>	<u>38,238</u>
Total	<u>801,911</u>	<u>440,851</u>	<u>1,242,762</u>	<u>1,074,215</u>
<i>2024 Total</i>	<u>672,995</u>	<u>401,220</u>	<u>1,074,215</u>	

7 Analysis of support for charitable activities

Support costs are generally allocated in line with turnover and/or usage (Accommodation 60%, Community 40%). In some instances, support costs are wholly attributed to a specific category.

	2025 Accommodation £	2025 Community £	2025 Total £	2024 Total £
Resources expended				
Salaries	63,718	43,728	107,446	110,267
Other staff costs	768	519	1,287	9,541
Property costs	8,095	5,470	13,565	14,504
IT costs	3,713	2,509	6,222	5,739
General operating costs	5,221	3,644	8,865	9,713
Professional fees	2,140	1,494	3,634	6,185
	<u>83,655</u>	<u>57,364</u>	<u>141,019</u>	<u>155,949</u>
<i>2024 Total</i>	<u>99,542</u>	<u>56,407</u>	<u>155,949</u>	

Notes to the Financial Statements (continued)

8 Net income/(expenditure) for the year	2025	2024
	£	£
This is stated after charging:		
Depreciation of tangible assets	13,868	15,492
Loss on sale of assets	-	-
Auditor's remuneration	4,800	4,800
	<u>13,868</u>	<u>15,492</u>

9 Taxation

As a charitable company, CATH is exempt from tax on income and gains falling within section 478 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

10 Tangible fixed assets

	Land and buildings	Motor Vehicles	Plant and machinery	Total
	£	£	£	£
Cost				
At 1 April 2024	278,847	23,663	84,157	386,667
Additions	-	-	4,102	4,102
Disposals	-	-	-	-
At 31 March 2025	<u>278,847</u>	<u>23,663</u>	<u>88,259</u>	<u>390,769</u>
Depreciation				
At 1 April 2024	185,909	23,663	74,416	283,988
On disposals	-	-	-	-
Charge for the year	6,950	-	6,918	13,868
At 31 March 2025	<u>192,859</u>	<u>23,663</u>	<u>81,334</u>	<u>297,856</u>
Net book value				
At 31 March 2025	<u>85,988</u>	<u>-</u>	<u>6,925</u>	<u>92,913</u>
At 31 March 2024	<u>92,938</u>	<u>-</u>	<u>9,741</u>	<u>102,679</u>

Notes to the Financial Statements (continued)

11 Fixed Asset Investments

Listed investments	2025	2024
	£	£
Market value at 1 April 2024	107,832	104,948
Additions	31,882	-
Disposals	(30,307)	-
Net gain/(loss) on revaluation	3,062	2,885
Market value at 31 March 2025	<u>112,469</u>	<u>107,833</u>
Investment holdings	2025	2024
	£	£
3I Group	6,328	15,450
Baillie Gifford & Co	6,543	6,500
City of London Inv Trust	13,560	12,150
Foreign & Colonial Inv Trust	8,640	7,968
Foresight Environmental Infrastructure	7,887	10,307
Henderson Far East Income Ltd	-	7,326
Liontrust Sustainable Future	2,822	2,882
Marlborough Fund Managers Multi Cap	-	8,745
Polar Capital Funds	22,754	22,940
RIT Capital Partners	9,764	9,095
Scottish Mortgage Investment Trust	4,717	4,470
UK SNR Bonds	4,085	-
UK GILT Bonds	4,082	-
Mellon Global Funds	5,551	-
Schroder Oriental Income	5,559	-
Invesco Markets	5,382	-
JP Morgan Global Growth	4,795	-
	<u>112,469</u>	<u>107,833</u>
Cash Deposits		
Flagstone Investments	<u>526,745</u>	<u>501,586</u>
Total investments	<u><u>639,214</u></u>	<u><u>609,419</u></u>

12 Debtors

	2025	2024
	£	£
Trade debtors	6,323	-
Income tax recoverable	-	-
VAT recoverable	354	448
Other debtors, prepayments and accrued income	15,885	31,536
	<u>22,562</u>	<u>31,984</u>

Notes to the Financial Statements (continued)

13 Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	7,698	11,236
Accruals & deferred income	31,353	177,381
Social security & other taxes	18,914	19,107
Other creditors	1,739	930
	<u>59,704</u>	<u>208,654</u>

Deferred income in 2024 included an amount of £146,057 for a donation received for a Home Rehabilitation Domiciliary Service the development of which is currently being pursued.

14 Pension deficit liability

	2025	2024
	£	£
Pension deficit funding obligation	<u>1,166</u>	<u>1,009</u>

15 Pension

Churches Action for The Homeless (CATH) participates in the Pension Trust's Growth Plan (the Scheme).

CATH participates in the scheme, a multi-employer scheme which provides benefits to some 638 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

Notes to the Financial Statements (continued)

15 Pension (continued)

A full actuarial valuation for the scheme was carried out at 30 September 2023. This valuation showed assets of £514.9m, liabilities of £531.0m and a deficit of £16.1m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2025 to 31 March 2028:	£2,100,000 per annum	(payable monthly)
-------------------------------------	----------------------	-------------------

Unless a concession has been agreed with the Trustee the term to 31 March 2028 applies.

Note that the scheme's previous valuation was carried out with an effective date of 30 September 2020. This valuation showed assets of £800.3m, liabilities of £831.9m and a deficit of £31.6m. To eliminate this funding shortfall, the Trustee asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2022 to 31 January 2025:	£3,312,000 per annum	(payable monthly)
---------------------------------------	----------------------	-------------------

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognises a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost.

Notes to the Financial Statements (continued)

15 Pension costs (continued)

Present values of provision	31 March 2025	31 March 2024	31 March 2023
	£	£	£
Present value of provision	1,166	1,009	1,009

Reconciliation of opening and closing provisions

	Period ending 31 March 2025	Period ending 31 March 2024
	£	£
Provision at start of period	1,009	1,009
Unwinding of the discount factor (interest expense)	50	-
Deficit contribution paid	(1,056)	-
Remeasurements - impact of any change in assumptions	7	-
Remeasurements - amendments to the contributions schedule	1,156	-
Provision at end of period	<u>1,166</u>	<u>1,009</u>

Income and expenditure impact

	Period ending 31 March 2025	Period ending 31 March 2024
	£	£
Interest expense	50	-
Remeasurements - impact of any change in assumption	7	-
Remeasurements - amendments to the contributions schedule	1,156	-
Contributions paid in respect of future service*	*	*
Costs recognised in income and expenditure account	*	*

*includes defined contribution schemes and future service contributions (i.e. excluding any deficit reduction payments) to defined benefit schemes which are treated as defined contribution schemes. To be completed by the company.

Assumptions	31 March 2025	31 March 2024	31 March 2023
	% per annum	% per annum	% per annum
Rate of discount	<u>4.84</u>	<u>5.31</u>	<u>5.52</u>

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

Notes to the Financial Statements (continued)

16 Analysis of net assets between funds

Analysis of net assets between funds - current year

	General funds £	Designated funds £	Restricted funds £	Total £
Fund balances as at 31 March 2025 are represented by:				
Tangible fixed assets	29,907	-	63,006	92,913
Investments	639,214	-	-	639,214
Current assets	(289,088)	664,478	215,055	590,445
Creditors: amounts falling due in one year	(59,704)	-	-	(59,704)
Pension deficit liability	(1,166)	-	-	(1,166)
	<u>319,163</u>	<u>664,478</u>	<u>278,061</u>	<u>1,261,702</u>

Analysis of net assets between funds - prior year

	General funds £	Designated funds £	Restricted funds £	Total £
Fund balances as at 31 March 2024 are represented by:				
Tangible fixed assets	35,412	-	67,267	102,679
Investments	609,419	-	-	609,419
Current assets	(95,727)	644,778	79,661	628,712
Creditors: amounts falling due in one year	(208,655)	-	-	(208,655)
Pension deficit liability	(1,009)	-	-	(1,009)
	<u>339,440</u>	<u>644,778</u>	<u>146,928</u>	<u>1,131,146</u>

Notes to the Financial Statements (continued)

17 Movement in funds

Movement in funds - current year

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers £	Other recognised gains £	Closing balance £
Unrestricted funds:						
General funds	339,440	210,624	(137,561)	(93,340)		319,163
Designated funds:						
Buildings	219,478	-	-	-	-	219,478
Client Welfare	10,000	-	(1,362)	1,362	-	10,000
Client Activities	10,000	-	(1,651)	1,651	-	10,000
Contingency fund	222,800	-	-	7,200	-	230,000
Development	72,500	-	(29,421)	26,921	-	70,000
IT/IS	30,000	-	-	15,000	-	45,000
Vehicles	80,000	-	-	-	-	80,000
	<u>984,218</u>	<u>210,624</u>	<u>(169,995)</u>	<u>(41,206)</u>	<u>-</u>	<u>983,641</u>

Movement in funds - prior year

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers £	Other recognised losses £	Closing balance £
Unrestricted funds:						
General funds	256,060	221,827	(123,417)	(17,915)	2,885	339,440
Designated funds:						
Buildings	219,478	-	-	-	-	219,478
Client Welfare	10,000	-	-	-	-	10,000
Client Activities	10,000	-	-	-	-	10,000
Contingency fund	222,800	-	-	-	-	222,800
Development	72,500	-	-	-	-	72,500
IT/IS	30,000	-	-	-	-	30,000
Vehicles	80,000	-	-	-	-	80,000
	<u>900,838</u>	<u>221,827</u>	<u>(123,417)</u>	<u>(17,915)</u>	<u>2,885</u>	<u>984,218</u>

Notes to the Financial Statements (continued)

17 Movement in funds (continued)

Purposes of designated funds

Buildings:	This fund is necessary to provide for any cost that may arise in connection with any significant repairs, maintenance or upgrading of the buildings or their facilities for which the organisation is responsible.
Client Welfare:	This fund is to provide our service user group with opportunities to access specific projects to improve the quality of their lives.
Client Activities:	This fund is to provide our service user group with opportunities to access specific activities and programmes to improve the quality of their lives.
Contingency fund:	This fund is explained in the reserves policy disclosure within the Report of the Management Committee.
Development:	This fund allows the expansion of the organisation's activities where consistent with the aims of the charity.
IT/IS:	This fund is to provide efficient and effective administration processes as required by regulatory authorities and to the ultimate benefit of the client group.
Vehicles:	This fund is for the provision of transport to enable additional services for the benefit of the client group.

Movement in funds - current year

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers £	Closing balance £
Restricted funds:					
Capital replacement fund	67,267	-	-	(4,261)	63,006
Employment Scheme	-	2,000	(2,000)	-	-
Accommodation projects					
- PKC contracts	22,627	600,271	(642,682)	19,784	-
- Housing Benefit	-	104,856	(104,856)	-	-
- Other Accommodation projects	4,822	13,050	(13,050)	-	4,822
Community projects					
- PKC contracts	-	312,640	(328,987)	24,511	8,164
- Other Community projects	52,212	272,068	(123,383)	1,172	202,069
	<u>146,928</u>	<u>1,304,885</u>	<u>(1,214,958)</u>	<u>41,206</u>	<u>278,061</u>

Notes to the Financial Statements (continued)

17 Movement in funds (continued)

Movement in funds - prior year

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers £	Closing balance £
Restricted funds:					
Capital replacement fund	71,528	-	-	(4,261)	67,267
Accommodation projects					
- PKC grants	24,920	551,837	(554,130)	-	22,627
- Housing Benefit	-	105,936	(105,936)	-	-
- Other Accommodation projects	4,822	12,730	(12,730)	-	4,822
Community projects					
- PKC contract	-	298,410	(320,586)	22,176	-
- Other Community projects	90,536	42,510	(80,834)		52,212
	<u>191,806</u>	<u>1,011,423</u>	<u>(1,074,216)</u>	<u>17,915</u>	<u>146,928</u>

Purposes of restricted funds

Capital replacement fund: This fund represents capital grants and donations received to fund the purchase of buildings for community projects. The balance on this fund reduces as these assets depreciate.

Accommodation projects: This fund represents grants and contract income received to cover future expenditure within accommodation projects and includes:

- Perth & Kinross Council contract funding for Tayview and Floating Housing Support
- Housing Benefit received for residents at Tayview.

Community projects: This fund represents grants and contract income received to cover future expenditure within community projects and includes:

- Perth & Kinross Council contract funding for Day Centre and Outreach.

Summary of funds - current year

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers £	Closing balance £
General funds	984,218	210,624	(169,995)	(41,206)	983,641
Restricted funds	146,928	1,304,885	(1,214,958)	41,206	278,061
	<u>1,131,146</u>	<u>1,515,509</u>	<u>(1,384,953)</u>	<u>-</u>	<u>1,261,702</u>

Notes to the Financial Statements (continued)

17 Movement in funds (continued)

Summary of funds - prior year

	Opening balance £	Incoming resources £	Outgoing resources £	Transfers £	Closing balance £
Summary of funds:					
General funds	900,838	224,712	(123,417)	(17,915)	984,218
Restricted funds	191,806	1,011,423	(1,074,216)	17,915	146,928
	<u>1,092,644</u>	<u>1,236,135</u>	<u>(1,197,633)</u>	<u>-</u>	<u>1,131,146</u>

18 Lease commitments

At 31 March 2025 the company had annual commitments under non-cancellable leases as follows:

	Land and buildings	
	2025 £	2024 £
Expiry date:		
Not later than one year	67,034	67,034
Later than one year and not later than five years	84,418	126,102
Later than five years	34,283	35,983
	<u>185,735</u>	<u>229,119</u>

19 Capital commitments

The company had capital commitments amounting to £46,296 at 31 March 2025. (2024 - none).

20 Trustees remuneration and related party transactions

During the year one member of the Management Committee received remuneration - G van Vuuren £2,400 for holistic therapy services provided through Pathfinder CIC. No other members received remuneration (2024 - none). No travel costs were reimbursed to any members of the Management Committee in the year

The cost of trustees' indemnity insurance to the charity amounted to £1,646 (2024 - £1,240) for the year.

There were no other transactions or contracts entered into by the charity in which any trustee or other person related to the charity had any personal interest in the year (2024 - nil).

Notes to the Financial Statements (continued)

21 Employee costs and numbers

Employment costs	2025	2024
	£	£
Wages and salaries	902,048	819,320
Redundancy payments	-	-
Social security costs	68,821	58,216
Other pension costs	19,892	16,897
	<u>990,761</u>	<u>894,433</u>

No employee received emoluments of more than £60,000 (2024 - nil).

Number of employees

The average number of employees during the period was as follows

	2025	2024
	Number	Number
Directors	-	-
Accommodation Projects - full time	17	19
Accommodation Projects - part time	8	9
Community Projects - full time	5	3
Community Projects - part time	8	8
	<u>38</u>	<u>39</u>

The key management personnel of Churches Action for the Homeless comprise the management committee and the senior management team - the Chief Executive, Finance Manager, HR & Compliance Manager and Head of Services. The total employee benefits of the key management personnel of the charity were £184,816 (2024 - £162,896).

22 Control

The charitable company is controlled by the directors.

Notes to the Financial Statements (continued)

23 Reconciliation of net movement in funds to net cash flow from operating activities

	2025 £	2024 £
Net movement in funds	130,556	38,502
Add back depreciation charge	13,868	15,492
Add back/(deduct) losses/(gains) on investments	(3,062)	(2,885)
Deduct interest income shown in investing activities	(43,617)	(18,948)
Decrease/(increase) in debtors	9,422	13,959
Increase/(decrease) in creditors	(148,793)	160,683
	<u>(41,626)</u>	<u>206,803</u>