



VIVID Plus Limited

Annual Report and Financial Statements

Registered number RS008540

For the year ended 31st March 2023

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Strategic Report

For The Year Ended 31 March 2023

Introduction

The VIVID Plus Board present their report and the financial statements for the year ended 31 March 2023.

Financial key performance indicators

During the year we received donations of £3,675,840 (2022: £12,047,648) bringing the total received to £15,723,488. We donated £2,316,765 in furtherance of our objectives during the year (2022: £2,526,209). Our accumulated donations given to further our objectives now stands at £4,842,974 to further our ambition of providing £21m of support over 5 years. We carried forward reserves of £11,034,699 at 31 March 2023 to fund future activities (2022: £9,515,041).

Principal activities and review of business performance

VIVID Plus Limited (the “Foundation”) was established to help communities thrive and deliver on our vision of bright futures.

VIVID Plus invests in seven key priorities; tackling homelessness, helping communities feel safe and secure, health interventions to improve life chances, growing economic opportunities, promoting digital inclusion, reducing stigma around social housing and investing in neighbourhood improvement. Using community insight tools we have identified 9 ‘hotspot’ areas in our operating area where we will be prioritising our investment.

Additionally VIVID Plus funds approximately 49 full time staff posts to help residents of VIVID Housing by providing money, welfare and benefit advice, tenancy support, employment and training advice, and digital inclusion services.

During 22/23 the team funded by VIVID Plus made a positive impact to our local communities. Highlights include:

1. We helped secure in £5.8m of additional income for VIVID residents through the provision of benefit and debt advice.
2. We helped 300 VIVID residents into employment with the provision of coaching for interviews and CV writing skills. This also includes soft confidence building and emotional support for customers.
3. We provided a welfare fund of over £300k for VIVID residents to assist with the purchase of white goods, flooring, and for customers in an emergency, help with food and utility costs.

VIVID Plus also funds other organisations and projects to help achieve its mission. Notable partnerships include Two Saints, Advice Portsmouth Basingstoke food bank and 12 food pantries.

Strategic Report (continued)

Projects funded include working with

1. Eastleigh Borough Council on the Changing Direction for Success project which aims to steer young people away from anti – social behaviour.
2. Park Community school in Havant delivering a food pantry , cooking and IT skills.
3. Outcome Home to provide peer to peer support for ex rough sleepers, mental health support and training for outreach workers.
4. Financial support to a number of food pantries in our hotspot areas

More detail about our ongoing work can be found at <https://www.vividhomes.co.uk/vivid-plus>

Our future plans

After setting the foundations during the first year of VIVID Plus, we're excited about our future plans. In addition to continued commitment to the provision of services mentioned above we also have specific goals focussing on key issues facing customers. This includes:

1. Developing local plans in our communities, in particular those where we have identified hotspot areas needing specific interventions;
2. Assisting customers with the cost of living crisis;
3. Ensuring effective use of our community centre facilities, including the development of social enterprise.

Risk Management and internal control

The Directors are responsible for our system of internal control and for reviewing its effectiveness. Our system of internal control is designed to manage rather than eliminate the risk of failure to achieve our corporate ambitions. It is designed to provide reasonable, but not absolute, assurance over the safeguarding of assets, the maintenance of proper accounting records and the reliability of financial information. Further details are provided in the consolidated group accounts.

Going Concern

The board reviewed the Foundation's business plan in March 2023 and were content that these plans were affordable and that the accounts should be prepared on a going concern basis.

The Board has a reasonable expectation that the foundation has adequate resources to continue to trade over the foreseeable future, being 12 months from the date of these financial statements. The directors are confident that trading performance will remain strong. For this reason, the financial statements have been prepared on a going concern basis.

This report was approved by the board and signed on its behalf.



Duncan Brown

Date: 22 June 2023

Board Report

For The Period Ended 31 March 2023

Board Members

Board Members Anne- Marie Mountfield (Chair) – Appointed 21/07/22
Duncan Brown
Jonathon Cowie
Jacqueline Westbrook
Giuseppe Severgnini
Jane Earl – Resigned 21/07/22

Company Secretary Duncan Brown

Registered Number **RS008540**

Registered Office Peninsular House
Wharf Road
Portsmouth
Hampshire
PO2 8HB

Bankers

Royal Bank of Scotland
3 Hampshire Corporate Park
Templars Way, Chandlers Ford
Hampshire
SO53 3RY

Auditors

External Auditors

BDO LLP
2 City Place
Beehive Ring Road
Gatwick
West Sussex
RH6 0PA

Internal Auditors

KPMG
Gateway House, Tollgate, Chandlers Ford,
Eastleigh, SO53 3TG

Directors' Report for the period ended 31 March 2023

Matters covered in the strategic report

Certain matters which are required to be disclosed in the directors' report have been omitted as they are included in the strategic report. These matters relate to the principal activity and review of the business, future developments and principal risks and uncertainties.

Employees

VIVID Plus has no direct employees (2022: Nil).

Directors' Indemnities

Directors' and officers' insurance cover has been established for all Directors to provide appropriate cover for their reasonable actions on behalf of the Foundation. Our Rules indemnify each of the Directors of the Foundation and/or its subsidiaries as a supplement to the Directors' and officers' insurance cover. The indemnities were in force during the 2022/23 financial year and remain in force for all current and past Directors of the Foundation.

Political contributions

The Foundation made no political donations or political expenditure during the year.

Disclosure of information to auditor

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the foundation's auditor is unaware; and each director has taken all the steps that they ought to have taken as a director to make themselves aware of any relevant audit information and to establish that the foundation's auditor is aware of that information.

Auditor

The auditors, BDO LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

By order of the board



Duncan Brown

Date: 22 June 2023

Statement of directors' responsibilities in respect of the Strategic report, the Directors' report and the financial statements

The Board is responsible for preparing the Boards' Report and the financial statements in accordance with applicable law and regulations.

Co-operative and Community Benefit Society law requires the Board to prepare financial statements for each financial year. Under those regulations, the Board has elected to prepare the financial statements in accordance with UK Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland.

The financial statements are required by law to give a true and fair view of the state of affairs of the Foundation and of the income and expenditure of the Foundation for that period.

In preparing these financial statements, the Board is required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards and the Statement of Recommended Practice 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 Association will continue in business

The Board is responsible for keeping proper books of account that disclose with reasonable accuracy at any time the financial position of the Association and enable them to ensure that its financial statements comply with the Co-operative and Community Benefit Societies Act 2014, the Housing and Regeneration Act 2008, the Accounting Direction for Private Registered Providers of Social Housing 2019 and the Statement of Recommended Practice (SORP) 2018. They have general responsibility for taking such steps as are reasonably open to it to safeguard the assets of the Association and to prevent and detect fraud and other irregularities.

The Board is responsible for the maintenance and integrity of the corporate and financial information included on the Association's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent auditor's report to the members of VIVID Plus Limited

Opinion

In our opinion the financial statements:

- give a true and fair view of the state of the foundation's affairs as at 31 March 2023 and of its surplus for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the Co-operative and Community Benefit Societies Act 2014, the Co-operative and Community Benefit Societies (Group Accounts) Regulations 1969, the Housing and Regeneration Act 2008, and the Accounting Direction for Private Registered Providers of Social Housing 2019.

We have audited the financial statements of VIVID Plus Limited (the 'foundation') for the year ended 31 March 2023 which comprise the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity, 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).

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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remain independent of the Society 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the board members' 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 Foundation'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 board with respect to going concern are described in the relevant sections of this report.

Independent auditor's report (continued)

Other information

The board 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.

Our responsibility is to read the other information including the Strategic Report and the Directors' Report 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the foundation and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Independent auditor's report (continued)

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors 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 foundation'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 foundation or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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.

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

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:

Based on our understanding of the foundation and the sector in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to their registration with the Companies House, and we considered the extent to which non-compliance might have a material effect on the Financial Statements or their continued operation. We also considered those laws and regulations that have a direct impact on the financial statements such as compliance with tax legislation.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Directors and other management and inspection of regulatory and legal correspondence if any.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to manipulate financial results and management bias in accounting estimates.

The audit procedures to address the risks identified included:

Independent auditor's report (continued)

- Challenging assumptions made by management in respect to the identification of significant accounting estimates
- Identifying and testing journal entries, in particular any journal entries posted from staff members with privilege access rights, journals posted by key management and journals posted after the year end.
- Reading minutes of meetings of those charged with governance, reviewing internal audit reports and reviewing correspondence with regulators

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

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 foundation's members, 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 foundation's members 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 foundation and the foundation's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

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Philip Cliftlands (Senior Statutory Auditor)
For and on behalf of BDO LLP, Statutory Auditor
Gatwick, United Kingdom

Date 07 September 2023

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Statement of Comprehensive Income
For the year ended 31 March 2023

	Note	For the year ended 31 March 2023	For the period from 24 December 2020 (date of incorporation) to 31 March 2022
		£	£
Income		3,675,840	12,047,648
Expenditure on charitable activities		<u>(2,316,765)</u>	<u>(2,526,209)</u>
Gross surplus		1,359,075	9,521,439
Administrative expenses		<u>(8,383)</u>	<u>(6,645)</u>
Operating surplus		1,350,692	9,514,794
Interest receivable and similar income		<u>168,966</u>	<u>247</u>
Surplus before taxation		1,519,658	9,515,041
Taxation	4	<u>-</u>	<u>-</u>
Surplus for the financial year & Total Comprehensive Income		1,519,658	9,515,041

The accompanying notes on pages 13 to 15 form an integral part of the Financial Statements.

Statement of Financial Position

As at 31 March 2023

	Note	31 March 2023 £	31 March 2022 £
Current assets			
Debtors	6	3,837,527	-
Cash at bank and in hand	7	7,204,153	9,520,744
		11,041,680	9,520,744
Creditors: amounts falling due within one year	8	(6,981)	(5,703)
Net current asset		11,034,699	9,515,041
Total assets less current liabilities		11,034,699	9,515,041
Capital and reserves			
Revenue reserve	10	11,034,699	9,515,041
Capital and reserves		11,034,699	9,515,041

These financial statements were approved by the Board on 22 June 2023 and were signed on its behalf by:



Duncan Brown
Director

Statement of Changes in Equity
For the year ended 31 March 2023

	31 March 2023	31 March 2022
	£	£
Balance brought forward from previous year	9,515,041	-
Profit and total comprehensive income for year	1,519,658	9,515,041
Balance at 31st March	11,034,699	9,515,041

Notes to the Accounts

1 Accounting policies

VIVID Plus Limited (the “Foundation”) is a Community Benefit Society incorporated in England and Wales under the Co-Operative and Community Benefit Societies Act 2014. The registered office is Peninsular House, Wharf Road, Portsmouth, Hants, PO2 8HB.

These financial statements were prepared in accordance with Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (“FRS 102”). The presentation currency of these financial statements is sterling. All amounts in the financial statements have been rounded to the nearest £1.

The Foundation’s parent undertaking, VIVID Housing Limited includes the Foundation in its consolidated financial statements. In these financial statements, the foundation is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect of the following disclosures:

- Cash Flow Statement and related notes.
- the financial instruments disclosure exemptions per FRS 102 section 1.12(c).

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

The directors consider that there are no significant judgements in the application of these accounting policies that have significant effect on the financial statements nor estimates with a significant risk of material adjustment in the next year.

1.1 Measurement convention

The financial statements are prepared on the historical cost basis.

1.2 Going concern

The directors have a reasonable expectation that the foundation has adequate resources to continue in operational existence for the foreseeable future, a period of at least 12 months from the date of signing the accounts. It has sufficient funds to meet its liabilities and other expected liabilities in the coming 12 months. The Directors continue to adopt the going concern basis of accounting in preparing the annual financial statements.

1.3 Debtors

Debtors represents a loan to Bargate Homes Ltd. (a subsidiary of VIVID Housing Ltd.). Interest is payable on commercial terms.

1.4 Creditors

All creditors are due within one year therefore no discounting is required.

1.5 Turnover

Turnover represents gift aid receipts from Vestal Development Ltd. and Bargate Homes Ltd. Vestal Development Ltd., Bargate Homes Ltd. and VIVID Plus Ltd. are subsidiaries of VIVID Housing Ltd.

1.6 Interest receivable and Interest payable

Interest income is recognised in Statement of Comprehensive Income as it accrues.

Notes to the Accounts (continued)

1.7 Taxation

The activities of VIVID Plus Ltd. are solely charitable therefore no corporation tax is payable.

2. Expenses and auditor's remuneration

Auditor's remuneration:

	31 March 2023	For the period from 24 December 2020 (date of incorporation) to 31 March 2022
	£	£
Amounts receivable excluding VAT by the foundation's auditor and its associates in respect of:		
Audit fees	4,404	3,090
Non-Audit related fees	2,573	2,280

3. Employee note

VIVID Plus Limited has no direct employees.

4. Taxation

The activities of VIVID Plus are solely charitable. No corporation tax is payable on the surplus (2022: nil).

5. Trustees' Remuneration and expenses

There were no trustees' remuneration or other benefits in the reporting period. There were no expenses paid to trustees in the period (2022: nil).

6. Debtors

	31 March 2023	31 March 2022
	£	£
Other debtors*	3,837,527	-

*This represents a loan to Bargate Homes Ltd. – a subsidiary of VIVID Housing Ltd. Interest is payable on commercial terms.

Notes to the Accounts (continued)

7. Cash and cash equivalents

	31 March 2023	31 March 2022
	£	£
Cash at bank and in hand	<u>7,204,153</u>	<u>9,520,744</u>

In these financial statements, the foundation is considered to be a qualifying entity (for the purposes of this FRS) and has applied the exemptions available under FRS 102 in respect to the Cash Flow Statement and related notes.

8. Creditors: amounts falling due within one year

	31 March 2023	31 March 2022
	£	£
Trade creditors and accruals	<u>6,981</u>	<u>5,703</u>
	<u>6,981</u>	<u>5,703</u>

9. Deferred tax assets and liabilities

There are no deferred tax assets or liabilities (2022: nil).

10. Capital and reserves

Share capital

Under the rules for the Foundation each Board Member is issued a share with a nominal value of £1. The shares carry no right to interest, dividend or bonus.

11. Ultimate parent company

The Foundation is a subsidiary undertaking of VIVID Housing Ltd., a registered provider of social housing, which has the power to appoint board members to the foundation.

The group accounts are prepared by VIVID Housing Ltd. and a copy of the accounts can be obtained at the registered office, Peninsular House, Wharf Road, Portsmouth, Hampshire, PO2 8HB.

12. Related Parties

The Foundation has taken advantage of the exemption contained in FRS102 1.12(e) section 33.1a from reporting related party transactions with intergroup entities. The key management personnel of the foundation are the Directors and details are disclosed in the Directors Report.