

LISTER HOUSING CO-OPERATIVE LTD

Accounts for the year ending 31 March 2023

| | 2022-23 | | | 2021-22 |
|------------------------------------|------------------------|-------------------------|----------------|-----------------|
| | Social lettings | Other activities | Total £ | Total £ |
| Income | 959,896 | 16,462 | 976,358 | 925,704 |
| Operating costs | (843,334) | (4,971) | (848,305) | (939,067) |
| Operating surplus (deficit) | 116,562 | 11,491 | 128,053 | (13,363) |
| Interest payable - Pension | | | 0 | (2,000) |
| Interest receivable | | | 28,732 | 34,187 |
| Tax on Non-housing/Interest | | | (19,649) | (7,953) |
| Pension liability revaluation | | | (35,670) | 60,191 |
| Net surplus | | | 101,466 | 71,062 |

Operating income and costs on Social letting

The Co-operative's earned income of £959,896 came from rents, service charges and amortised grants (we are allowed to 'absorb' our Government grants into our accounts at a steady rate). Our expenditure of (£843,334) was incurred in the management and maintenance of its properties. This resulted in an operating surplus of £116,562.

Non-housing surplus

Non-housing income of £16,462 came from renting out a commercial property. Against this income is set the expenditure associated with non-housing activities of (£4,971). Giving an operating surplus of £11,491. Tax is paid both on this surplus and on interest earned, which is received gross of tax.

Interest earned

The Co-operative earned interest of £28,732 from its money deposits. The Bank of England rate continued to rise throughout the year. The Co-operative continues to use several savings institutions, to spread risk and increase income from savings' interest.

Taxation

The Corporation tax on our non-housing income and deposit interest was (£7,634) plus an increase in the deferred tax liability of (£12,015), which total (£19,649).

Pension past service deficit liability

There is a collective deficit for the Defined Benefit staff pension scheme which Lister offered until April 2014. Lister together with other employer members pays deficit liability contributions as part of an agreed Deficit repayment plan, which is on course to pay off this deficit. In 2022-23 the remeasurement of the pension valuation resulted in an increase in our liability which reduced our surplus by (£35,670). This therefore abated our 'gain' of £60,191 from the year before.

Net surplus

Lister achieved a surplus last year as well as continuing to invest in its housing stock. The Co-operative remains in a strong financial position with good cash reserves. These are needed to fund future programmes of major works and enhancements to meet the requirements of the Energy Efficiency Standard for Social Housing (ESSH), as well as other priorities for the Co-op.

John Rankin
Alan Ross

Chief Executive - Lister
Group Finance Manager – Harbour Homes