

Safety Centre (Hazard Alley) Limited
(a company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Charity No: 1019093
Company No: 02709081

Mercer
& Hole

**SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

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SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

REPORT OF THE TRUSTEES

Reference and Administration Information

Safety Centre (Hazard Alley) Limited is a company limited by guarantee (company number 2709081).

The company is a charity (charity registration number 1019093) which is known as the "Safety Centre". The company has continued to run a "place of education" in accordance with the terms set out in its Memorandum and Articles of Association.

The Trustees are also the directors of the company.

Trustees

David Foster (Chair until 28th April 2022 and remains a Trustees until 31st May 2022)
Richard Solly
Catriona Morris (Chair from 29th April 2022)
Derek Prior
Saradha Sivalingam (until 31st March 2022)
Beckie Staincliffe
Paul Scanes
Paul Hussey

Safety Centre Director and Honorary Secretary – Jo Green (Resigned 12th December 2020)
Asma Maya Joseph-Hussain (Appointed 16th November 2020)

Registered Charity & Company Office

18 Carters Lane
Kiln Farm
Milton Keynes
MK11 3ES

Registered Auditors

Mercer & Hole
Silbury Court
420 Silbury Boulevard
Central Milton Keynes
MK9 2AF

Bankers

The Royal Bank of Scotland Plc
402 Lower Twelfth Street
Central Milton Keynes

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

REPORT OF THE TRUSTEES (Continued)

The Trustees present their report together with the financial statements of the Charity for the year ended 30 September 2021. The financial statements comply with the Charities Act 2011, 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) (effective 1 January 2019).

Legal and administrative information set out on page 1 forms part of this report.

Objectives and activities

To educate children and adults generally and, in particular, those children and adults living in Buckinghamshire, Bedfordshire, Northamptonshire and the surrounding area and to foster their awareness of safety issues in everyday life including (but not limited to) safety in the home or workplace, educational establishments, on the roads or during leisure activities.

Our Vision - We want to see a society where all children, young people and adults have access to interactive, immersive and memorable safety education and training, enabling safe and flourishing communities.

Our Mission - The Safety Centre saves lives by showing children, young people and adults how to stay safe, understand risks and avoid accidents using realistic learning experiences. We provide high quality interactive, immersive, and memorable safety education and training to children, young people and adults across Bedfordshire, Buckinghamshire, Hertfordshire, Milton Keynes, Northamptonshire and beyond.

We achieve this in three main ways:

1. By operating our interactive safety learning centre called Hazard Alley at Kiln Farm Milton Keynes. Here, visiting children, mainly from primary schools across the region, and also uniformed groups such as Cub Scouts and Brownies, are guided through everyday situations containing risks and hazards and encouraged to think about how to make themselves and the situations safer.
2. By delivering safety education outreach programmes in schools and other locations to introduce or reinforce key safety themes in the Centre.
3. By providing a schedule of training to workplaces including first aid at work courses and also hiring out the Centre for specialist scenario-based training.

Achievements and performance

Due to the impact of the ongoing COVID 19 pandemic, the majority of the staff team remained on flexible furlough and charity operations remained significantly reduced. Staff returned to work in November 2020 and December 2020 as part of the new CEO's induction programme and in preparation for a potential reopening of our education centre in the new year. Unfortunately, due to a return to a national lockdown in January 2021, the staff returned to flexible furlough, working significantly reduced hours again until August 2021.

SAFETY CENTRE (HAZARD ALLEY) LIMITED
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In November 2020 we welcomed our new Chief Executive, Maya Joseph-Hussain. With over 20 years' experience in the not-for-profit sector Maya brings a wealth of leadership, business development, partnership enhancement and organisational development experience to the Safety Centre charity. Maya completed a handover with our outgoing Director, Jo Green, and set about developing sustainable plans to preserve the future of the charity whilst delivering increased and enhanced essential safety education across our region.

As a result of the ongoing COVID 19 restrictions and the need to undertake essential building improvements, the Safety Centre main education centre remained closed throughout the financial year and only reopened to school tours on 20th September 2021.

When we reopened our education centre after 18 months of closure, we planned for a phased scaling up of activity by only holding morning tours in the first few months. This allowed our volunteers to return to their roles as tour guides in a supportive and safe way. We retained covid safe measures in the centre with staff wearing face masks, hand sanitising for all adult visitors, volunteer guides sanitising regularly throughout the tour, and undertaking regular sanitising of all areas of the centre. In the period 20th September 2021 to 30th September 2021, we successfully educated 250 children in essential safety education (2019/20 4,444).

During this financial year we were able to continue delivering a portfolio of first-aid courses for adults at the centre. Due to ongoing covid restrictions, we ran fewer courses than we had planned. We ensured enhanced covid safe measures were in place including one way systems, social distancing, face mask wearing for all participants, providing hand gel for all course participants, ventilation, individual resources provided and regular sanitising of all resources and training facilities. We successfully trained 167 adults. We have also continued to host fire warden training delivered by a third party provider at a reduced level.

Our education programmes that we deliver directly into schools were impacted by the ongoing covid 19 restrictions. Due to school closures and schools not allowing visitors on-site we were limited in the number of sessions we were able to deliver face-to-face. We adapted our sessions and created virtual sessions to ensure schools were able to continue accessing essential safety education throughout the pandemic. We delivered 116 sessions into schools, primarily remotely, successfully educating 3,429 children about carbon monoxide poisoning, internet safety and knife crime prevention.

We continued to develop our existing partnerships, ensuring funding agreements were adhered to and adapted as required due to the impact of the pandemic. We successfully secured funding from Safer MK, MK Council and MK Development Partnership to build a new education scenario focusing on the prevention of knife crime. We held a successful launch event in September 2021 showcasing the new scenario to key partners, funders, media contacts and dignitaries. We have received very positive feedback from schools that visited in September 2021.

We completed the sale of the long lease of the Hazard Alley building in February 2021. The proceeds have bolstered the charity's financial position significantly enabling the charity to replenish its reserves and invest in the charity's future development and sustainability.

Public benefit

The Trustees have complied with their duty to in regard to the Charity Commission's public benefit guidance. The Trustees consider that all of the work of the Safety Centre is of direct benefit to the public and society as a whole.

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Ensuring our work delivers its aims

We undertook a strategic review of our vision, mission, and strategic priorities ensuring the charity has a clear plan to meet its charitable purpose. The review resulted in a re-focused vision and mission and a new 3 year financial strategy which comes into effect in October 2021.

Financial Review

The Charity has worked hard in previous years to increase income whilst at the same time reducing the operating costs and this approach was reducing the deficit. However, further steps were needed to keep the Charity solvent and the trustees decided to seek a buyer for the long lease on the building in return for a shorter term lease, in order to release capital. A sale and leaseback was agreed in August 2020 and completed in February 2021. The capital will help ensure the financial stability of the charity.

Regular financial support comes from Buckinghamshire Fire and Rescue Service and The Parks Trust. These funds are very welcome and vitally important. Other grants received are largely to subsidise visits to the Centre and to enable our school liaison officers to deliver sessions in schools free of charge. We are in the second year of a contract with Cadent Gas to deliver their Carbon Monoxide Education programme, called 'Safety Seymour', to schools in the area. We continue to be supported by donations in cash and kind. Financial contributions are reflected in the accounts in the year they were received.

The Trustees would like to express their appreciation to all organisations that provide financial and in-kind support.

The income used for the period is set out on page 20. The balance of unused resources for the period will be transferred to the accumulated fund. The remaining amounts currently held in the Charity's reserve account provide a cushion against future operating deficits.

At the year end the Charity had total funds of £613,331 (2020 £178,233) of which £131,030 (2020 £99,939) were restricted. Unrestricted funds were £482,301 (2020 £78,294). The level of reserves is in line with the reserves policy above.

Plans for future periods

The charity's new 3 year strategy comes into effect October 2021 and has the following key strategic priorities:

- Provide immersive and interactive education to an increased number of children, young people and adults
- Enhance our education programme ensuring it is relevant and connected to the changing needs of our community.
- Increase our community engagement and profile by working closer with schools, partners, organisations and the wider community.
- Develop innovative safety solutions to diversify our safety offer.
- Create a sustainable financial model safeguarding the future of the charity.

Auditors

The auditors, Mercer & Hole, are deemed to be reappointed under section 487(2) of the Companies Act 2006.

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Structure, Governance and Management

The Charity is organised through the Board of Trustees drawn from stakeholders in the locality. The day to day management of the Centre is carried out by our Chief Executive and her team who are supported by a team of volunteers.

The Trustees have full investment powers and authority for the company and investment decisions have been made in accordance with the Trustees wishes during the year.

The Trustees continue to keep the Safety Centre's activities under review, particularly with regard to any major risks that may arise from time to time. The major risks identified by this process have been mitigated to an acceptable level by internal control systems, insurance cover and other factors as appropriate.

Statement of Trustees' responsibilities

The trustees (who are also directors of the Safety Centre (Hazard Alley) Limited for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year that 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 Trustees are required to:

- select suitable accounting policies and then apply them consistently
- observe the methods and principles in the Charities SORP 2019 (FRS102)
- make judgements and estimates that are reasonable and prudent
- state whether applicable 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 Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Trustees are aware:

- there is no relevant audit information (information needed by the Charity's auditors in connection with preparing their report) of which the Charity's auditors are unaware, and
- they have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

By Order of the Board


Catriona Morris
Chair

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of Safety Centre (Hazard Alley) Limited (the 'charitable company') for the year ended 30 September 2021 which comprise of the Statement of Financial Activities, the Balance Sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice),

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2021, 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

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the 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 Report of the Trustees, 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.

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

INDEPENDENT AUDITOR'S REPORT (Continued)

Other information (continued)

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' report (incorporating the directors' report) for the financial year which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemptions in preparing the directors' reports and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the Trustees' responsibilities statement set out on page 5, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

INDEPENDENT AUDITOR'S REPORT (Continued)

In preparing the financial statements, the Trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud. These included, but were not limited to, the Companies Act 2006, Charities Act 2011, Charities SORP 2019 and tax legislation.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements and the financial report (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate entries including journals to overstate revenue or understate expenditure and management bias in accounting estimates.

Audit procedures performed by the engagement team included:

- discussions with management, including considerations of known or suspected instances of non-compliance with laws and regulations and fraud;
- gaining an understanding of management's controls designed to prevent and detect irregularities; and
- identifying and testing journal entries.

Owing 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, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, 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 internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: [https:// www.frc.org.uk/auditorsresponsibilities](https://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

SAFETY CENTRE (HAZARD ALLEY) LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2021

INDEPENDENT AUDITOR'S REPORT (Continued)

Use of our report

This report is made solely to the charitable company'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 charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

James Wooldridge MSci FCA
(Senior Statutory Auditor)
Mercer & Hole Chartered Accountants, Statutory Auditors
Silbury Court
420 Silbury Boulevard
Central Milton Keynes
Buckinghamshire
MK9 2AF

Dated:

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 SEPTEMBER 2021
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
<u>Income</u>					
Donations	2	10,403	90,640	101,043	54,892
Charitable activities		48,336	1,553	49,889	118,836
Other trading activities		1,581	-	1,581	5,722
Investments		44	-	44	290
Grant income		29,378	-	29,378	37,005
Profit on disposal of assets		505,392	-	505,392	-
Total income		595,134	92,193	687,327	216,745
<u>Expenditure</u>					
Raising funds		-	-	-	1,195
Charitable activities	3	191,127	61,102	252,229	263,796
Total expenditure		191,127	61,102	252,229	264,991
Net income		404,007	31,091	435,098	(48,246)
Net movement in funds		404,007	31,091	435,098	(48,246)
Fund balances brought forward at 1 October 2020	10	78,294	99,939	178,233	226,479
Fund balances carried forward at 30 September 2021	10	482,301	131,030	613,331	178,233

The Statement of Financial Activities includes all gains and losses recognised in the year. All income and expenditure derives from continuing activities.

The split of funds in the comparative year is in note 15 of the financial statements.

SAFETY CENTRE (HAZARD ALLEY) LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2021

BALANCE SHEET AS AT 30 SEPTEMBER 2021

	Note	2021	2020
		£	£
Fixed Assets			
Tangible assets	6	<u>108,893</u>	<u>218,097</u>
Current Assets			
Debtors	8	41,345	31,039
Stock		8,509	8,509
Cash at bank and in hand		<u>612,579</u>	<u>88,994</u>
		662,433	128,542
Creditors: amounts falling due within one year	9	<u>(157,995)</u>	<u>(168,406)</u>
Net current assets		<u>504,438</u>	<u>(39,864)</u>
Total assets less current liabilities		<u>613,331</u>	<u>178,233</u>
Funds:			
Unrestricted funds:			
General	10	482,301	78,294
Restricted	10	<u>131,030</u>	<u>99,939</u>
		<u>613,331</u>	<u>178,233</u>

The financial statements have been prepared in accordance with the Financial Reporting Standard (FRS 102) and the special provisions of the Companies Act 2006 relating to small companies. The financial statements were approved by the Trustees on 2022 and were signed on its behalf by:



C Morris

Chair

Company number: 02709081

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

CASH FLOW STATEMENT AS AT 30 SEPTEMBER 2021

	Notes	2021 £	2020 £
Cash generated from/(used by) operating activities	11	(65,585)	3,563
Cash flows from investing activities			
Purchase of tangible fixed assets		(113,034)	(1,554)
Sale of tangible fixed assets		702,160	-
Net cash used in investing activities		589,126	(1,554)
Cash provided by (used in) investing activities			
Investment income		44	290
Net cash from / (used by) financing activities		44	290
Increase/(Decrease) in cash and cash equivalents in the year		523,585	2,299
Cash and cash equivalents at the beginning of the year		88,994	86,695
Cash and cash equivalents at the end of the year		612,579	88,994

SAFETY CENTRE (HAZARD ALLEY) LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

(a) Legal Form

Safety Centre (Hazard Alley) Ltd is a private company limited by guarantee without share capital. The charity is incorporated in England and Wales and the registered office is 18 Carters Lane, Kiln Farm, Milton Keynes, Buckinghamshire, MK11 3ES. The liability of the members is limited to contributing £10 to the assets of the Charity in the event of it being wound up while a Trustee, or within one year after ceasing to be a Trustee.

(b) Basis of preparation

The charity constitutes a public benefit entity as defined by FRS102. The financial statements have been 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 Standards applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

(c) Funds structure

Unrestricted funds comprise those funds which trustees are free to use for any purpose in furtherance of the Trust's charitable objectives. Unrestricted funds include the designated Legacies Fund which the Trustees, in their discretion, have created. The Trustees intend to use the Legacies Fund to achieve maximum benefit from the legacies received and, by spreading the use of the Funds provided over four years, to provide longer term recognition of the donor's original gift.

(d) Income

Voluntary donations are recognised on receipt where the donation relates to the current accounting period. Donated assets and services received in kind are recognised at their monetary value, as estimated by the trustees, when received and donated assets are capitalised at this value.

All other income is recognised on an accruals basis.

(e) Expenditure

Expenditure incurred on activities falling directly within one cost category have been recognised as such. Items of expenditure which involve more than one category have been allocated on a reasonable and consistent basis.

(f) Tangible fixed assets and depreciation

The cost of fixed assets is their purchase cost or a reasonable estimate of their value to the charity. Assets with a value of less than £300 are expensed on acquisition.

SAFETY CENTRE (HAZARD ALLEY) LIMITED
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NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

Depreciation is calculated so as to write off the cost of tangible fixed assets on a straight line basis over the following expected useful lives:

Long leasehold building	25 years
Leasehold improvements	over length of lease
Office equipment	3 years
Fixtures and fittings	7 years
Scenario equipment	3 years

(g) Operating leases

Costs in respect of operating leases are charged on a straight-line basis over the lease term.

(h) Stock

Stock is included at the lower of cost or net realisable value.

(i) Debtors

Debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

(j) Creditors and provisions

Creditors and provisions are recognised where the charitable company 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.

(k) Reserves

The Trustees have determined that an appropriate level of available general reserves should be equivalent to twelve months fixed expenditure, which in 2021/22 is budgeted at £463,917.

(l) Going concern

COVID-19 has continued to have an impact on the charitable company, the education centre had to be closed on 25 March 2020 for visits, school sessions didn't re-open until 20th September 2021 resulting in a significant loss of core income. Training courses were also disrupted during this financial year resulting in further loss in income. The charity utilised the governments furlough scheme with staff returning to flexible furlough from January 2021 to August 2021, preserving charitable funds.

With the completion of the sale of the long lease in February 2021, the proceeds bolstered the charity's financial position significantly enabling the charity to replenish its reserves and invest in the charity's development.

SAFETY CENTRE (HAZARD ALLEY) LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

(I) Going concern (*continued*)

The trustees are confident that the charitable company has adequate resources to continue in operational existence for the foreseeable future. In making this assessment, the trustees have reviewed the cash flow forecasts of the charitable company and concluded that based on the forecasts, taking into account the impact of COVID-19 on activities, the mitigating actions that can be taken to control costs, obtain grants and restructure the assets that the charitable company has adequate resources to continue in operational existence for the foreseeable future.

2. Income from donations

	2021	2021	2021	2020
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Bucks & Milton Keynes Fire Authority	-	25,000	25,000	25,000
Parks Trust	8,000	-	8,000	8,000
Milton Keynes Covid-19 Grant	-	-	-	7,500
Milton Keynes Council	2,000	51,150	53,150	-
Milton Keynes Development Partnership	-	9,800	9,800	-
Milton Keynes Community Foundation	-	1,690	1,690	957
Elevation Lettings LLP	-	-	-	500
Volunteer donations	-	1,000	1,000	-
Rotary Club of Milton Keynes	75	750	825	7,000
Church collection	-	-	-	1,000
CAF support	-	-	-	2,500
City Fibre	-	1,250	1,250	-
Other	328	-	328	1,318
	<u>10,403</u>	<u>90,640</u>	<u>101,043</u>	<u>54,892</u>

The Charity benefits greatly from the involvement and enthusiastic support of many of its many volunteers. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

The Charity is reliant on a team of trained and skilled volunteers, who give their time, passion and enthusiasm to take children on tours of the education centre and support our charity operations. This year due to the significant impact of the pandemic and the significantly reduced charity operations, our volunteers only returned to their volunteer roles in September 2021, giving 154 hours of their time to the charity. The Trustees are very grateful for the ongoing support and commitment of our volunteers

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

3. Analysis of expenditure on charitable activities

Expenditure on Charitable Activities	2021	2021	2021	2020
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Salaries	68,814	69,166	137,980	169,019
Staff pension	588	1,235	1,823	3,071
Printing and stationery	139	1,235	1,374	2,978
Property costs	18,742	19,762	38,504	19,541
Depreciation	6,532	6,176	12,708	12,766
Repairs and maintenance	8,191	8,646	16,837	6,254
Miscellaneous costs	2,126	1,235	3,361	3,973
Travelling and subsistence	653	-	653	2,950
Telephone	1,510	2,470	3,980	3,062
Legal and professional	2,610	2,470	5,080	55
Insurance	1,236	1,235	2,471	2,739
Software expenses	3,665	4,940	8,605	5,159
Course costs	5,950	4,940	10,890	17,392
Volunteer costs	332	-	332	6,650
Other general costs	-	-	-	1,441
	<u>121,088</u>	<u>123,510</u>	<u>244,598</u>	<u>257,050</u>
Governance costs				
Accountancy	1,631	-	1,631	3,185
Auditor's remuneration	6,000	-	6,000	4,756
	<u>7,631</u>	<u>-</u>	<u>7,631</u>	<u>7,941</u>
Total expenditure	<u>128,719</u>	<u>123,510</u>	<u>252,229</u>	<u>264,991</u>

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

4. Trustees' remuneration

None of the Trustees nor any of the business interests with which they are concerned, received any remuneration nor any reimbursements for expenses.

Indemnity insurance has been provided during the year for the Trustees' liability. The cost of this insurance is included in the total insurance premium of £2,471 (2020: £2,739).

5. Employee information

Number of employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Employees	<u>6</u>	<u>8</u>
	2021 £	2020 £
Wages and salaries	130,194	155,746
Social security costs	7,785	13,275
Pension costs	1,823	3,071
	<u>139,802</u>	<u>172,092</u>

There were no employees earning over £60,000 per annum. (2020: none).

SAFETY CENTRE (HAZARD ALLEY) LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

6. Tangible fixed assets

	Long leasehold land and buildings £	Leasehold improve- ments £	Office equipmen t £	Fixtures & fittings £	Scenario equipment £	Total £
Cost						
At 1 October 2020	442,148	-	57,538	64,574	81,543	645,803
Additions		31,473	4,214	14,678	62,669	113,034
Disposals	(442,148)	-	-	-	-	(442,148)
At 30 September 2021	-	31,473	61,752	79,252	144,212	316,689
Depreciation						
At 1 October 2020	229,406	-	56,571	60,186	81,543	427,706
Charge for the year	3,212	1,353	1,560	2,082	4,501	12,708
On disposals	(232,618)					(232,618)
At 30 September 2021	-	1,353	58,131	62,268	86,044	207,796
Net Book Value at 30 September 2021	-	30,120	3,621	16,984	58,168	108,893
Net Book Value at 30 September 2020	212,742	-	967	4,388	-	218,097

7. Taxation

The company has received confirmation from the Inland Revenue that it is entitled to exemption from income tax under Section 505 Income and Corporation Taxes Act 1988 as it is established for charitable purposes.

8. Debtors

	2021 £	2020 £
Trade debtors	17,333	24,981
Prepayments and accrued income	15,031	1,666
Other debtors	-	4,392
VAT	8,981	-
	<u>41,345</u>	<u>31,039</u>

SAFETY CENTRE (HAZARD ALLEY) LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

9. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	38,785	10,335
Deferred income	108,961	135,842
Accruals	8,011	5,515
Other creditors	2,238	16,714
	<u>157,995</u>	<u>168,406</u>

10. Reconciliation of accumulated funds

	Unrestricted General Funds	Unrestricted Designated Funds	Restricted Funds	Total Funds
	£	£	£	£
Balance at 1 October 2020	78,294	-	99,939	178,233
Movement in period	404,007	-	31,091	435,098
Balance at 30 September 2021	<u>482,301</u>	<u>-</u>	<u>131,030</u>	<u>613,331</u>

The designated funds have been transferred to unrestricted general funds during the year.

10a. Allocation of Charity Net Assets

The net assets are held under various fund as follows:

	Fixed assets	Net Current Liabilities	2021 Total	2020
	£	£	£	£
Unrestricted General Fund	30,152	452,149	482,301	78,294
Unrestricted Designated Fund	-	-	-	-
Restricted Fund	78,741	52,289	131,030	99,939
	<u>108,893</u>	<u>504,438</u>	<u>613,331</u>	<u>178,233</u>

SAFETY CENTRE (HAZARD ALLEY) LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

10b. Analysis of movements in restricted funds

	Balance at 1 October 2020 £	Income £	Expenditure £	Funds at 30 September 2021 £
Fixed asset funds	27,966	62,408	(11,632)	78,742
Gas donation	717	-	-	717
Accident & Injuries Prevention Programme	1,745	-	-	1,745
Rotary Club Swimathon	17,920	750	-	18,670
Co-op Local Community Fund	1,909	1,553	-	3,462
Thames Valley Police – Cyber Crime	2,614	-	-	2,614
Wixamtree	8,400	-	(8,400)	-
Thames Valley Police- Knife Crime	21,300	-	(5,632)	15,668
Gas Safe	17,368	-	(8,283)	9,085
Bucks Fire service	-	25,000	(25,000)	-
City Fibre	-	1,250	(1,155)	95
Parent & Family	-	1,000	(1,000)	-
MKCF	-	232	-	232
	<u>99,939</u>	<u>92,193</u>	<u>(61,102)</u>	<u>131,030</u>

Name of restricted fund	Description, nature and purposes of the fund
Fixed asset funds	To provide leasehold and other equipment to create the learning scenarios in Hazard Alley.
Gas donation	To deliver gas safety messages to primary school aged children and families in Beds, Bucks, Herts and Northants.
Accident & Injuries Prevention Programme	To develop and implement a programme to reduce accidents in the population of under five year olds in Milton Keynes.
Rotary Club Swimathon	To purchase marketing and business development support to assist with the generation of long term sources of income.
Co-op Local Community Fund	To pilot a family safety learning programme that includes internet safety workshops & first aid training
Bucks Fire & Rescue	To continue to provide fire safety courses and to be used against expenses incurred.
Tesco – Bags of Help	To provide support for the Hazard Alley Roadshow
LLAL Funding	To support visits to the safety Centre by children in schools in Luton.
Santander Sponsorship	To provide support for the annual Hazard Alley Open Day as well as other support costs to be approved by Santander

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

10b. Analysis of movements in restricted funds (cont'd)

Thames Valley Police – Cyber Crime	To provide funding for 90 internet safety classroom sessions to children in Years 2–6.
Thames Valley Police – Knife Crime	To provide funding for Knife safety classroom sessions to children In Year 5.
Wixamtree	To provide funding for internet safety lessons to children in Luton and Bedfordshire schools.
Gas safety	To continue to provide gas safety classroom sessions targeted to children in Years 4-6.
MK Council & MKCF	To fund the installation of a new scenario within Safety Centre, Fox Wylie.
Parent & Family	To fund a charity quiz that took place in the year, & for training of volunteers & staff.
City Fibre	Funding for the re-opening event for the centre & the opening of the new education scenario.

Prior year movement

	Balance at 1 October 2019 £	Income £	Expenditure £	Funds at 30 September 2020 £
Fixed asset funds	37,527	-	(9,561)	27,966
Gas donation	1,840	-	(1,123)	717
Accident & Injuries Prevention Programme	1,745	-	-	1,745
CAF- Workbooks	-	2,500	(2,500)	-
Rotary Club Swimathon	12,300	7,000	(1,380)	17,920
Co-op Local Community Fund	1,909	-	-	1,909
Tesco – Bags of Help	1,778	-	(1,778)	-
Bucks Fire & Rescue	-	26,117	(26,117)	-
Travel Expenses	-	-	-	-
Santander Sponsorship	9,271	-	(9,271)	-
LLAL Funding	-	1,903	(1,903)	-
Thames Valley Police – Cyber Crime	-	3,800	(1,186)	2,614
Wixamtree	-	8,400	-	8,400
Thames Valley Police- Knife Crime	-	21,300	-	21,300
Gas Safe	14,252	13,044	(9,928)	17,368
	<u>80,622</u>	<u>84,064</u>	<u>(64,747)</u>	<u>99,939</u>

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

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

	2021	2020
	£	£
Net movement in funds	435,098	(48,246)
Deduct purchase of inventory	-	(7,109)
Add back depreciation charge	12,708	12,766
Deduct Gain on disposal of fixed assets	(492,630)	-
Deduct interest income shown in investing activities	(44)	(290)
Decrease / (increase) in debtors	(10,306)	8,428
Increase / (decrease) in creditors	(10,411)	38,014
	<u>(65,585)</u>	<u>3,563</u>

12. Capital commitments

There were no capital commitments contracted for at the end of the balance sheet date.

13. Guarantee

The liability of each member is limited. The trustees are members of the company and the members undertake to contribute £10 to the assets of the company in the event of it being wound up while he or she is a member or within one year after he ceases to be a member.

14. Related parties

There were no transactions with related parties in the year.

SAFETY CENTRE (HAZARD ALLEY) LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2021

NOTES TO THE FINANCIAL STATEMENTS (Cont'd)

15. Comparative Statement of Financial Activities

	Unrestricted funds £	Restricted funds £	Total 2020 £
Income			
Donations	19,275	35,617	54,892
Charitable activities	70,389	48,447	118,836
Other trading activities	5,722	-	5,722
Investments	290	-	290
Grant income	37,005	-	37,005
Total income	<u>132,681</u>	<u>84,064</u>	<u>216,745</u>
Expenditure			
Raising funds	1,195	-	1,195
Charitable activities	208,320	55,476	263,796
Total expenditure	<u>209,515</u>	<u>55,476</u>	<u>264,991</u>
Net Expenditure	(76,834)	28,588	(48,246)
Transfer between funds	9,271	(9,271)	-
Net movement in funds	<u>(67,563)</u>	<u>19,317</u>	<u>(48,246)</u>
Fund balances brought forward at 1 October 2019	<u>145,857</u>	<u>80,622</u>	<u>226,479</u>
Fund balances carried forward at 30 September 2020	<u>78,294</u>	<u>99,939</u>	<u>178,233</u>

16. Operating lease commitments

	2021 £	2020 £
Less than one year	62,866	2,986
Between one and five years	206,424	3,619
	<u>269,290</u>	<u>6,605</u>