

L'CHU VONIM YOUTH CENTRE
Unaudited Financial Statements
31 March 2022

WHITESIDE AND DAVIES ACCOUNTANTS LTD

Chartered Certified Accountants
158 Cromwell Road
Salford
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L'CHU VONIM YOUTH CENTRE

Financial Statements

Year ended 31 March 2022

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L'CHU VONIM YOUTH CENTRE

Trustees' Annual Report

Year ended 31 March 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name	L'CHU VONIM YOUTH CENTRE
Charity registration number	1038332
Principal office	81 Bewick Road Gateshead NE8 1RR

The trustees

D Ellinson
D Schleider
CYA Kaufman

Independent examiner	H Davies FCCA
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Structure, governance and management

The charity is governed by its constitution dated 26th May 1994.

The charitable trust is constituted as a charitable trust and is therefore governed by a trust deed.

The charity is run by a team of volunteer trustees who manage the direction and policies of the charity.

Objectives and activities

The object of the charity is to help young people, especially, but not exclusively through leisure time activities, to develop their physical, mental and spiritual capacities that they may grow to full maturity as individuals and members of society.

The policy of the charity is to provide the support irrespective of the ability to contribute to the charitable services provided.

In the furtherance of these charitable objects, the charity is to raise funds and receive from any person or persons whatsoever by way of subscription, donation and otherwise, provided that the charity does not undertake any permanent trading activities in raising funds for their charitable objects.

L'CHU VONIM YOUTH CENTRE

Trustees' Annual Report *(continued)*

Year ended 31 March 2022

Achievements and performance

Donations during the period decreased by £18,422. This was due to the charity carrying out a fundraising campaign in the previous year.

Governance costs have remained in line with previous years.

Direct charitable expenditure has increased as the charity has been able to restart its activities following COVID.

Funds are available to permit the charity to continue in operation in the medium to long term and to continue to fund worthwhile projects.

Arrangements are in hand to continue to raise funds to finance the charity's activities and projects.

The charity carried out work to its premises during the period, using funds raised in its fundraising campaign. The charity is grateful to the many people who contributed.

Public benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit and in particular to its supplementary public benefit guidance on advancing education when reviewing the charity's aims and objectives and in planning future activities and setting grant making policy for the year.

The trustees' annual report was approved on 18 January 2023 and signed on behalf of the board of trustees by:

D Schleider
Trustee

L'CHU VONIM YOUTH CENTRE

Independent Examiner's Report to the Trustees of L'CHU VONIM YOUTH CENTRE

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of L'CHU VONIM YOUTH CENTRE ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

H Davies FCCA
Independent Examiner

158 Cromwell Road
Salford
M6 6DE

L'CHU VONIM YOUTH CENTRE

Statement of Financial Activities

Year ended 31 March 2022

		2022	2021
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	57,561	75,983
Charitable activities	5	2,000	5,215
Investment income	6	5	8
Other income	7	3,763	—
Total income		<u>63,329</u>	<u>81,206</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	8	—	3,487
Expenditure on charitable activities	9,10	49,817	23,477
Total expenditure		<u>49,817</u>	<u>26,964</u>
Net income		<u>13,512</u>	<u>54,242</u>
Other recognised gains and losses			
Gains from revaluation of fixed assets		—	63,712
Net movement in funds		<u>13,512</u>	<u>117,954</u>
Reconciliation of funds			
Total funds brought forward		318,515	200,561
Total funds carried forward		<u>332,027</u>	<u>318,515</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 6 to 13 form part of these financial statements.

L'CHU VONIM YOUTH CENTRE

Statement of Financial Position

31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	16	307,262	259,273
Current assets			
Cash at bank and in hand		44,226	77,338
Creditors: amounts falling due within one year	17	19,461	18,096
Net current assets		24,765	59,242
Total assets less current liabilities		332,027	318,515
Net assets		332,027	318,515
		<u> </u>	<u> </u>
Funds of the charity			
Unrestricted funds:			
Revaluation reserve		63,712	63,712
Other unrestricted income funds		268,315	254,803
Total unrestricted funds		332,027	318,515
Total charity funds	19	332,027	318,515
		<u> </u>	<u> </u>

These financial statements were approved by the board of trustees and authorised for issue on 18 January 2023, and are signed on behalf of the board by:

D Schleider
Trustee

The notes on pages 6 to 13 form part of these financial statements.

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 81 Bewick Road, Gateshead, NE8 1RR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	- 10% straight line
Motor vehicles	- 10% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	48,594	48,594	53,265	53,265
Grants				
Grants receivable	8,000	8,000	22,718	22,718
Government grant income	967	967	—	—
	<u>57,561</u>	<u>57,561</u>	<u>75,983</u>	<u>75,983</u>

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

5. Charitable activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Use of premises	20	20	3,860	3,860
Income from charitable activities	1,980	1,980	1,355	1,355
	<u>2,000</u>	<u>2,000</u>	<u>5,215</u>	<u>5,215</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	5	5	8	8

7. Other income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Gain on disposal of van	3,763	3,763	—	—

8. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies - Donations	—	—	3,487	3,487

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Charitable activities	36,267	36,267	15,602	15,602
Support costs	13,550	13,550	7,875	7,875
	<u>49,817</u>	<u>49,817</u>	<u>23,477</u>	<u>23,477</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable activities	36,267	12,625	48,892	22,552
Governance costs	—	925	925	925
	<u>36,267</u>	<u>13,550</u>	<u>49,817</u>	<u>23,477</u>

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

11. Analysis of support costs

	Analysis of support costs £	Total 2022 £	Total 2021 £
Premises	6,126	6,126	6,357
Communications and IT	360	360	366
General office	6,061	6,061	155
Finance costs	78	78	72
Governance costs	925	925	925
	<u>13,550</u>	<u>13,550</u>	<u>7,875</u>

12. Net income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	1,000	600
Gains on disposal of tangible fixed assets	<u>(3,763)</u>	<u>—</u>

13. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,000</u>	<u>925</u>

14. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022 £	2021 £
Wages and salaries	<u>15,055</u>	<u>1,308</u>

The average head count of employees during the year was 2 (2021: Nil).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

16. Tangible fixed assets

	Freehold property £	Plant and machinery £	Motor vehicles £	Total £
Cost				
At 1 April 2021	254,000	81,068	20,400	355,468
Additions	51,029	–	–	51,029
Disposals	–	–	(20,400)	(20,400)
At 31 March 2022	305,029	81,068	–	386,097
Depreciation				
At 1 April 2021	–	77,835	18,360	96,195
Charge for the year	–	1,000	–	1,000
Disposals	–	–	(18,360)	(18,360)
At 31 March 2022	–	78,835	–	78,835
Carrying amount				
At 31 March 2022	305,029	2,233	–	307,262
At 31 March 2021	254,000	3,233	2,040	259,273

17. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	3,771	3,771
Other creditors	15,690	14,325
	19,461	18,096

18. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2022 £	2021 £
Recognised in income from donations and legacies:		
Government grants income	967	–

L'CHU VONIM YOUTH CENTRE

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

19. Analysis of charitable funds

Unrestricted funds

	At 1 April 2021 £	Income £	Expenditure £	Gains and losses £	At 31 March 22 £
General funds	26,171	45,110	(49,817)	–	21,464
Revaluation reserve	63,712	–	–	–	63,712
Building fund	228,632	18,219	–	–	246,851
	<u>318,515</u>	<u>63,329</u>	<u>(49,817)</u>	<u>–</u>	<u>332,027</u>

	At 1 April 2020 £	Income £	Expenditure £	Gains and losses £	At 31 March 21 £
General funds	10,273	42,862	(26,964)	–	26,171
Revaluation reserve	–	–	–	63,712	63,712
Building fund	190,288	38,344	–	–	228,632
	<u>200,561</u>	<u>81,206</u>	<u>(26,964)</u>	<u>63,712</u>	<u>318,515</u>

20. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	307,262	307,262
Current assets	44,226	44,226
Creditors less than 1 year	(19,461)	(19,461)
Net assets	<u>332,027</u>	<u>332,027</u>

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	259,273	259,273
Current assets	77,338	77,338
Creditors less than 1 year	(18,096)	(18,096)
Net assets	<u>318,515</u>	<u>318,515</u>