

D2 YOUTH ZONE LIMITED

England & Wales · Charity number 1048939

Details

Other names D2 YOUTH ZONE

Status Registered

Legal form Charitable company

Company number [03085535](#)

Registered 1995-09-01

Register [View on the Charity Commission register](#)

Contact

Address 96/98 East Thorp
Newbiggin Hall Estate
Newcastle upon Tyne
Tyne and Wear
NE5 4JD

Phone 01912861800

Email admin@d2youthzone.co.uk

Website www.d2youthzone.co.uk

Activities

Objects: TO EDUCATE AND ASSIST YOUNG PERSONS BETWEEN THE AGES OF 14 AND 25 RESIDENT ON THE NEWBIGGIN HALL ESTATE NEWCASTLE UPON TYNE THROUGH THEIR LEISURE TIME ACTIVITIES SO TO DEVELOP IN A HOLISTIC MANNER THEIR PHYSICAL EMOTIONAL AND SPIRITUAL WELLBEING SO THAT THEY MAY GROW TO FULL MATURITY AS INDIVIDUALS AND MEMBERS OF SOCIETY AND THAT THEIR CONDITIONS OF LIFE MAY BE IMPROVED

Activities: To educate and assist young persons between the ages of 14 and 25, resident on the Newbiggin Hall Estate, Newcastle upon Tyne, through their leisure activities, so to develop in a holistic manner their physical, emotional and spiritual well being so that they may grow to full maturity as individuals and members of society and that their conditions of life may be improved.

Classification

- **How:** Provides Advocacy/advice/information
- **What:** Education/training
- **Who:** Children/young People

Geography

- **Area of benefit:** NEWBIGGIN HALL ESTATE NEWCASTLE UPON TYNE
- Newcastle Upon Tyne City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£63,111	£112,251	-	-
2024-03-31	£113,893	£97,633	-	-
2023-03-31	£79,054	£85,526	-	-
2022-03-31	£89,811	£72,697	-	-
2021-03-31	£108,357	£83,077	-	-

Trustees

Name	Role	Appointed
REBECCA TULIP	Chair	
IAN SMITH		
Ryan Percival		2013-11-27
SYLVIA HOPPER		

D2 YOUTH ZONE LIMITED

England & Wales - Charity number 1048939

Accounts

D2 YOUTH ZONE LIMITED
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS
For the year ended 31 March 2025

Charity Number 1048939
Company Number 03085535

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2025

Contents	Page
Trustees annual report	1 to 5
Independent examiners report	6
Statement of Financial Activities (including income and expenditure account)	7
Balance sheet	8
Notes to the financial statements	9 to 17

D2 Youth Zone Ltd

(A company limited by guarantee)

TRUSTEE ANNUAL REPORT (including Director's report)

For the year ended 31 March 2025

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ended 31 March 2025 which are also prepared to meet the requirements for a trustees' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2022, 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 October 2019)

Objectives and Activities

We provide a daily drop-in, group work and one-to-one work, our work is built on the issues young people bring to us; these tend to be around, the effects of poverty, difficulty managing school and mental health.

Project Objectives:

- To make contact with young people aged 13-25 on Newbiggin Hall Estate.
- To develop positive working relationships and base any work on the issues raised by and affecting young people and the wider community.
- In partnership with young people and outside agencies both statutory and voluntary to respond to these as quickly and as effectively as possible.
- To provide the opportunity for young people to have a greater say in the resolution of these personal and community issues.

Public Benefit Statement

The trustees/directors have paid due regard to the Charity Commission guidance on public benefit and are confident that the organisation's aims, objectives, and activities are in accordance with the guidance on public benefit.

Our activities and achievements as outlined demonstrate our commitment to ensuring that the organisation's resources and activities maximise the potential benefit to our local community through community youth work projects.

Achievements and Performance

We offer a place of safety where young people and their families access the support, they need at the point of need from workers who know them, understand the context of their lives and care about them.

The workers have been around a long time, young people and their families never have to retell their story, and they are always greeted by a friendly face. They have told us that they value having us in their lives.

We provide support for the whole community, whilst youth work has always been our focus, we have over the years become a valuable and much needed resource for our neighbors. We never turn anyone away regardless of age or circumstance.

We have provided support and access to resources for over 100 local people over the course of the year. We have supported families with benefits claims, looking for work, family support, and we have led on Early Help Plans for several families.

We have worked with over 100 young people over the last year, providing them with group work for up to three groups each evening. Young people learn from the information we provide, and they have fun in the process in an environment that feels safe.

We have provided a detached youth work presence making contact with 91 young people on the streets and working with them in a space of their choosing.

We have provided one-to-one work for 26 young people, allowing them to work with a trusted adult and get the help and support they need, and we have referred 10 young people to the specialist services they need.

We have provided a program of activities in each of the school holidays for 75 young people that kept young people busy, and active and ensured they have at least one meal each day to alleviate holiday hunger.

Fundraising

We have been on the estate for 30 years and we understand young people have become accustomed to having us in their lives. Our team are dedicated and committed to ensuring we remain a constant and consistent source of support.

Trustee Annual Report

As the Treasurer of D2 Youth Zone, I am pleased to present our financial and operational highlights for the past year. Our commitment to creating opportunities for young people to reach their full potential in a caring and supportive environment remains at the forefront of our mission.

Key Achievements:

- **Engagement:** We successfully worked with over 100 young people and their families, providing them with the support and opportunities they need to thrive. Our programs are designed to engage, inspire, and empower, especially focusing on those who are most vulnerable in our community.
- **Fundraising Success:** This year, we raised a total of £63,112. This impressive amount is a testament to the generosity of our supporters and the hard work of our fundraising team. These funds are crucial in enabling us to continue our vital work.

The funds raised have been allocated to enhance our programs and expand our reach. Our emphasis remains on providing quality youth work, particularly focusing on the most vulnerable young people in our community. Through positive activities, preventative help, and one-to-one support for those not in education, employment, or training (NEET), we are making a tangible difference in their lives. Many of these young people face complex issues that hinder their progress, and our tailored support aims to address these challenges effectively.

Looking Forward:

As we move forward, we remain dedicated to our mission. The continued support from grants, donors, and the community enables us to plan and execute initiatives that empower young people to overcome obstacles and achieve their full potential. We are committed to transparency, effective use of resources, and making a positive impact in the lives of the young people we serve.

In conclusion, I extend my heartfelt gratitude to everyone who has supported D2 Youth Zone this year. Your contributions are invaluable, and together, we are creating a brighter future for our youth.

Thank you for your continued trust and support.

Sincerely,

Ryan Percival (Treasurer, D2 Youth Zone)

Financial review

Review of the year

The results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

During the year the Charity had income of £63,112 (2024: £113,892) of which £36,064 was restricted (2024: £80,943) and expenditure of £112,251 (2024: £97,633) of which £49,247 was restricted (2024: £70,955). There was an operating deficit of £49,139 (2024: surplus of £16,259) of which a deficit of £13,183 was restricted (2024: surplus of £9,989).

At 31 March 2025 the Charity had net assets of £60,841 (2024: £109,980) of which £nil was restricted (2024: £73,011).

Reserves policy/Going concern

The Trustees consider the level of reserves, £60,841 (2024: £36,969), prudent for the Charity at this time taking into account potential liabilities in the event that the charity ceased. Our Reserves Policy is reviewed annually.

Risk Management

The Board is responsible for the management of the risks to which the Charity is exposed. A risk register is produced which considers financial, governance and delivery risks.

For each risk, the register identifies:

- Initial risk assessment in terms of impact and likelihood
- Initial risk rating
- Counter measures
- Responsibility / ownership
- Timescale
- Amended risk assessment in terms of impact and likelihood
- Amended risk rating

The Board reviews the risk register throughout the year. Through the counter measures put in place in the risk register and the regular reviews and updates, the Board is satisfied that the major risks identified have been adequately mitigated.

It is recognised that this approach can only provide reasonable but not absolute assurance that major risks have been adequately managed.

Reference and administrative details of the charity, its trustees and advisors

Registered charity name	D2 Youth Zone Ltd
Charity number	1048939
Company registration number	03085535
Registered office	96-98 East Thorp Newbiggin Hall Estate Newcastle upon Tyne NE5 4JD
Trustees and Members of the Board	Ian Smith – Chair Rebecca Tulip – Vice Chair Ryan Percival – Treasurer Sylvia Hopper- Director
Chief Executive and Senior staff members	Angela Smith - Project Manager
Independent Examiner	Doug Maltman FMAAT Connected Voice Business Services One Strawberry Lane Newcastle upon Tyne NE1 4BX
Bankers	Barclays Bank Plc

Structure, governance and management

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established under a Memorandum of Association, which established the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of a winding up any member (who is a director) undertakes to contribute to the payment of liabilities, such amount as may be required not exceeding the total of £1.

Recruitment and Appointment of the Board

The Directors of the Company are also Trustees for the purposes of charity law and under the company's Articles are also its members. Under the requirements of the Memorandum and Articles of Association, at the Annual General Meeting one-third of the Directors, who are subject to retirement by rotation, shall retire. Retiring Directors can be re-appointed at the Annual General Meeting.

Trustees are selected on the basis of specialist skills and commitment to the objectives and aims of the organisation.

Board Induction and Training

New Board Members are introduced to the work of the organisation and informed of their legal roles and responsibilities at an induction meeting. The induction and training programme for new Board Members includes:

- A briefing by the Chair or Chief Executive
- An explanation of roles and responsibilities as a Board Member
- Copies of the main company documents including the Memorandum and Articles of Association and the Financial Statements
- Copy of the business plan and most recent evaluation report
- Copies of recent board papers including budgets and management accounts
- A copy of the Charity Commission publication "How to be an Effective Trustee"
- A copy of the governance structure.

Statement of Trustee Responsibilities

The trustees, who are also directors 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, which give a true and fair view of the state of affairs of the charitable company and of incoming resources and application of resources, including the income and expenditure of the charitable company for that year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently.
- observe the methods and principles in the Charities SORP.
- 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 charity will continue in operation.

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved by the Board on 06.10.2025 and signed on their behalf by:

R Percival (Treasurer)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

For the year ended 31 March 2025

I report on the financial statements of D2 Youth Zone Limited for the year ended 31 March 2025, which are set out on pages 7 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2022 ("the Charities Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- h examine the accounts under section 145 of the Charities Act,
- h to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- h to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- h accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- h the accounts do not accord with such records; or
- h the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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; or
- h the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I 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.

Doug Maltman FMAAT
Fellow Member of the Association of Accountancy Technicians
Connected Voice Business Services
One Strawberry Lane
Newcastle upon Tyne
NE1 4BX
Date: 06.10.2025

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING SUMMARY INCOME & EXPENDITURE ACCOUNT)

For the year ended 31 March 2025

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2025 £	Total 2024 £
Income from:					
Donations and legacies	6	6,611	34,564	41,175	82,356
Charitable activities					
Grants and contracts	7	20,000	1,500	21,500	31,200
Investments	8	436	-	436	336
Total income		27,047	36,064	63,112	113,892
Expenditure on:					
Charitable activities					
Operation of the charity	9	63,004	49,247	112,251	97,633
Total expenditure		63,004	49,247	112,251	97,633
Net income/(expenditure)		(35,957)	(13,183)	(49,140)	16,259
Transfers between funds		59,829	(59,829)	-	-
Net movement of funds		23,872	(73,011)	(49,139)	16,259
Reconciliation of funds					
Total funds brought forward		36,969	73,011	109,980	93,721
Total funds carried forward		60,841	-	60,841	109,980

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 9 to 17 form an integral part of these accounts.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2 Basis of accounting

2.1 Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts 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 Standard applicable in the UK and Republic of Ireland (FRS 102) (effective October 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2022, the Companies Act 2006 and UK Generally Accepted Accounting Practice. The financial statements are prepared under the historical cost convention or transaction value unless otherwise stated in the relevant accounting policy note(s).

D2 Youth Zone Limited meets the definition of a public benefit entity under FRS 102.

2.2 Preparation of the accounts on a going concern basis

The charity reported total unrestricted funds at the year end of £60,841 and has already secured a significant amount of funding for the current year. The trustees are of the view that the immediate future of the charity for the next 12 months is secure and that on this basis the charity is a going concern.

3 Income

3.1 Recognition of income

Income is recognised when the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is more likely than not that the resources will be received and the monetary value can be measured with sufficient reliability

3.2 Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by FRS102 SORP or FRS102.

3.3 Grants and donations

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria of income recognition are met.

3.4 Volunteer help

The value of volunteer help received is not included in the accounts but is described in the trustees' annual report.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

3.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

3.6 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the

4 Expenditure and liabilities

4.1 Liability recognition

Liabilities are recognised when it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

4.2 Charitable activities

Expenditure on charitable activities includes the costs of work and other activities undertaken to further the purposes of the charity and their associated support costs.

4.3 Governance and support costs

Support costs have been allocated between governance cost and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

4.4 Irrecoverable VAT

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

4.5 Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

4.6 Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

5 Assets

5.1 Tangible fixed assets for use by the charity

Individual fixed assets are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis.

Fixture, fittings and equipment

Straight line over five years

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

Analysis of income

	Unrestricted Funds £	Restricted Funds £	Total 2025 £	Total 2024 £
6 Donations and legacies				
Donations and gifts	114	-	114	56
General grants:				
- LGA Foundation	5,000	1,500	6,500	1,550
- Joseph Frazer Strong	1,000	-	1,000	1,000
- R W Mann	-	1,000	1,000	2,000
- Newcastle City Council	-	-	-	24,500
- Northumbria Police	-	1,000	1,000	-
- Northumbria University	190	-	190	-
- Woolsington Parish	-	6,064	6,064	5,200
- Postcode lottery	-	-	-	30,000
- ASDA Foundation	-	-	-	1,500
- Newcastle Youth Fund	-	25,000	25,000	16,543
Other	307	-	307	7
	<u>6,611</u>	<u>34,564</u>	<u>41,175</u>	<u>82,356</u>
7 Charitable activities				
<u>Income from grants</u>				
NCC Ward Committee	-	1,500	1,500	11,200
Ballinger Trust	20,000	-	20,000	20,000
	<u>20,000</u>	<u>1,500</u>	<u>21,500</u>	<u>31,200</u>
8 Income from investments				
Bank interest	436	-	436	336
	<u>436</u>	<u>-</u>	<u>436</u>	<u>336</u>

Income was £63,112 (2024: £113,891) of which £27,047 was unrestricted or designated (2024: £32,949) and £36,064 was restricted (2024: £80,942)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2025 £	Total 2024 £
9 Charitable activities				
<u>Direct costs</u>				
Salaries	39,190	35,181	74,371	67,894
Pensions	5,567	-	5,567	3,061
Sessional workers	4,539	-	4,539	1,951
Apprentice fees	-	-	-	270
Staff expenses	203	-	203	-
Staff training	-	-	-	580
Payroll fees	459	-	459	222
Activity costs	6,592	14,066	20,658	17,707
Client expenses	-	-	-	182
Other expenses	698	-	698	221
<u>Support costs</u>				
Security	-	-	-	35
Cleaning, repairs and maintenance	688	-	688	220
Heat, light and water	2,507	-	2,507	1,951
Insurance	-	-	-	1,104
Stationery/postage	88	-	88	35
Photocopier	-	-	-	206
Phone/fax	910	-	910	1,066
IT	469	-	469	-
Membership fees	83	-	83	45
Companies House	-	-	-	13
Depreciation	81	-	81	-
<u>Governance costs</u>				
Independent examiner's fees for reporting on the accounts	930	-	930	870
	<u>63,004</u>	<u>49,247</u>	<u>112,251</u>	<u>97,633</u>

Expenditure on charitable activities was £112,251 (2024: £97,633) of which £63,004 was unrestricted or designated (2024: £26,678) and £49,247 was restricted (2024: £70,955)

10 Fees for examination of the accounts

	2025 £	2024 £
Independent examiner's fees for reporting on the accounts	930	870
Other accountancy services paid to the examiner	387	222
	<u>1,317</u>	<u>1,092</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

11 Analysis of staff costs and the cost of key management personnel

	<u>2025</u>	<u>2024</u>
	£	£
Salaries and wages	74,371	67,894
Pension costs (defined contribution pension plan)	5,567	3,061
	<u>79,938</u>	<u>70,955</u>

No employee received remuneration above £60,000 (2024: nil)

The key management personnel of the charity, comprise the trustees and the Project Manager . The total employee benefits of the key management personnel of the charity were £44,679 (2024: £39,336).

12 Staff numbers

The head count was 2 staff (2024: 3 staff).

13 Transactions with trustees

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Trustees' expenses

No trustee expenses have been incurred in the year.

Transaction(s) with related parties

There have been no related party transactions in the reporting period.

14 Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The employer's pension costs represent contributions payable by the charity to the fund and amount to £5,567 (2024: £3,061). There was £0 outstanding as at 31 March 2025 (2024: £0)

15 Corporation Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objectives.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

16 Tangible fixed assets

	Fixtures & fittings	
	£	£
Cost		
Balance brought forward	-	-
Additions	407	407
Disposals	-	-
Balance carried forward	407	407
Depreciation		
Basis	SL	
Rate	20%	
Balance brought forward	-	-
Depreciation charge for year	81	81
Disposals	-	-
Balance carried forward	81	81
Net book value		
Brought forward	-	-
Carried forward	326	326

17 Cash at bank and in hand

	2025	2024
	£	£
Short term deposits	30,218	28,104
Cash at bank	32,082	82,968
	62,300	111,072

18 Creditors and accruals (payable within 1 year)

	2025	2024
	£	£
Accruals		
Independent examination of accounts	930	870
Other accruals	855	222
	1,785	1,092

19 Events after the end of the reporting period

No other significant events have occurred.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

20 Analysis of charitable funds

Analysis of movements in unrestricted funds As at 31 March 2025

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	23,415	27,047	(63,004)	59,829	47,287
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	36,969	27,047	(63,004)	59,829	60,841

Purpose of unrestricted funds

General unrestricted fund	The 'free reserves' of the charity
Designated funds	To cover unexpected costs incurred.

Analysis of movement in restricted funds As at 31 March 2025

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
BBC Children in Need	15,995	-	-	(15,995)	-
Newcastle Youth Fund	10,181	25,000	(35,181)	-	-
R W Mann	3,000	1,000	(4,000)	-	-
Big Lottery Fund	7,146	-	-	(7,146)	-
Ward Committee	18,200	1,500	(1,500)	(18,200)	-
Ernest Cook Trust	4,250	-	-	(4,250)	-
Your Homes Newcastle	1,120	-	-	(1,120)	-
Woolsington Parish	9,400	6,064	(6,064)	(9,400)	-
Education and Skills	1,375	-	-	(1,375)	-
Ballinger Trust	843	-	-	(843)	-
LGA Foundation	1,500	1,500	(1,500)	(1,500)	-
Northumbria Police	-	1,000	(1,000)	-	-
Totals	73,011	36,064	(49,247)	(59,829)	-

Purpose of restricted funds

Restricted funds represent income resources used for a specific purpose within the charity as identified by the donor.

BBC Children in Need	To cover the staffing costs of the Project Manager.
Newcastle Youth Fund	To cover the staffing costs of D2 Youth Zone Limited.
R W Mann	Breaking Bread Project funds.
Big Lottery Fund	To support young people during Covid-19 pandemic.
Ward Committee	Funds to support holiday activities.
Ernest Cook Trust	The Green Musketeer Project.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2025

Purpose of restricted funds (continued)

Your Homes Newcastle	Environmental Project.
Woolsington Parish	Funds to support holiday activities and hardship fund.
Education and Skills	Apprenticeship grant.
Ballinger Trust	To cover the staffing costs of D2 Youth Zone Limited.
LGA Foundation	Funds for the Christmas Parade.
Northumbria Police	Anti social behaviour and hate crime.

Transfers between funds

	Reason for transfer	Amount £
Between unrestricted and restricted funds	Fund expenditure incorrectly allocated in prior years.	59,829

21 Capital commitments

As at 31 March 2025, the charity had no capital commitments (2024 -£nil)

22 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total 2025 £	Total 2024 £
Cash at bank and in hand	62,300	-	62,300	111,072
Other net current assets/(liabilities)	(1,785)	-	(1,785)	(1,092)
	60,841	-	60,841	109,980

D2 YOUTH ZONE LIMITED

England & Wales - Charity number 1048939

Accounts

D2 YOUTH ZONE LIMITED
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS
For the year ended 31 March 2024

Charity Number 1048939
Company Number 03085535

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2024

Contents	Page
Trustees annual report	1 to 5
Independent examiners report	6
Statement of Financial Activities (including income and expenditure account)	7
Balance sheet	8
Notes to the financial statements	9 to 16

TRUSTEE ANNUAL REPORT (including Director's report)
For the year ended 31 March 2024

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ended 31 March 2024 which are also prepared to meet the requirements for a trustees' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2022, 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 October 2019)

1. Objectives and Activities

We provide a daily drop-in, group work and one to one work, our work is built on the issues young people bring to us; these tend to be around, the effects of poverty, difficulty managing school and mental health.

Project Objectives:

- To make contact with young people aged 13-25 on Newbiggin Hall Estate.
- To develop positive working relationships and base any work on the issues raised by and affecting young people and the wider community.
- In partnership with young people and outside agencies both statutory and voluntary to respond to these as quickly and as effectively as possible.
- To provide the opportunity for young people to have a greater say in the resolution of these personal and community issues.

Public Benefit Statement

The trustees/directors have paid due regard to the Charity Commission guidance on public benefit and are confident that the organisation's aims, objectives, and activities are in accordance with the guidance on public benefit.

Our activities and achievements as outlined demonstrate our commitment to ensuring that the organisation's resources and activities maximise the potential benefit to our local community through community youth work projects.

2. Achievements and Performance

We offer a place of safety where young people and their families access the support, they need at the point of need from workers who know them, understand the context of their lives and care about them.

The workers have been around a long time, young people and their families never have to retell their story and they are always greeted by a friendly face. They have told us that they value having us in their lives.

We provide support for the whole community, whilst youth work has always been our focus, we have over the years become a valuable and much needed resource for our neighbors. We never turn anyone away regardless of age or circumstance.

We have provided support and access to resources for over 100 local people over the course of the year. We have supported families with benefits claims, looking for work, family support, and we have led on Early Help Plans for several families.

We have worked with over 100 young people over the last year, providing them with group work for up to three groups each evening. Young people learn from the information we provide, and they have fun in the process in an environment that feels safe.

We have provided a detached youth work presence making contact with young people on the streets and working with them in a space of their choosing.

We have provided one-to-one work for vulnerable young people to work with a trusted adult and get the help and support they need, and we have referred young people to the specialist services they need.

We have provided a program of activities in each of the school holidays that keep young people busy, and active and ensure they have at least one meal each day to alleviate holiday hunger.

Fundraising

We have been on the estate for 29 years and we understand young people have become accustomed to having us in their lives. Our team are dedicated and committed to ensuring we remain a constant and consistent source of support.

Trustee Annual Report

As the Treasurer of D2 Youth Zone, I am pleased to present our financial and operational highlights for the past year. Our commitment to creating opportunities for young people to reach their full potential in a caring and supportive environment remains at the forefront of our mission.

Key Achievements:

- **Engagement:** We successfully worked with over 100 young people and their families, providing them with the support and opportunities they need to thrive. Our programs are designed to engage, inspire, and empower, especially focusing on those who are most vulnerable in our community.
- **Fundraising Success:** This year, we raised a total of £113,840. This impressive amount is a testament to the generosity of our supporters and the hard work of our fundraising team. These funds are crucial in enabling us to continue our vital work.
- **Significant Grants:** We are incredibly proud to announce that we were awarded a share of the Postcode Community Trust, which has provided a substantial boost to our resources. Additionally, we secured multi-year funding from the Ballinger Charitable Trust, ensuring sustained support for our initiatives.

Financial Stewardship:

The funds raised have been allocated to enhance our programs and expand our reach. Our emphasis remains on providing quality youth work, particularly focusing on the most vulnerable young people in our community. Through positive activities, preventative help, and one-to-one support for those not in education, employment, or training (NEET), we are making a tangible difference in their lives. Many of these young people face complex issues that hinder their progress, and our tailored support aims to address these challenges effectively.

Looking Forward:

As we move forward, we remain dedicated to our mission. The continued support from grants, donors, and the community enables us to plan and execute initiatives that empower young people to overcome obstacles and achieve their full potential. We are committed to transparency, effective use of resources, and making a positive impact in the lives of the young people we serve.

In conclusion, I extend my heartfelt gratitude to everyone who has supported D2 Youth Zone this year. Your contributions are invaluable, and together, we are creating a brighter future for our youth.

Thank you for your continued trust and support.

Sincerely,

Ryan Percival

Treasurer, D2 Youth Zone

3. Financial review

Review of the year

The results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

During the year the Charity had income of £113,893 (2023: £79,054) of which £80,943 was restricted (2023: £76,324) and expenditure of £97,633 (2023: £85,526) of which £70,955 was restricted (2023: £35,891). There was an operating surplus of £16,260 (2023: deficit of £6,472) of which a surplus of £9,989 was restricted (2023: surplus of £40,434).

At 31 March 2023 the Charity had net assets of £109,981 (2023: £93,720) of which £73,012 was restricted (2023: £63,023).

Reserves policy/Going concern

The Trustees consider the level of reserves, £36,969 (2023: £30,698), prudent for the Charity at this time taking into account potential liabilities in the event that the charity ceased. Our Reserves Policy is reviewed annually.

4. Risk Management

The Board is responsible for the management of the risks to which the Charity is exposed. A risk register is produced which considers financial, governance and delivery risks.

For each risk, the register identifies:

- Initial risk assessment in terms of impact and likelihood
- Initial risk rating
- Counter measures
- Responsibility / ownership
- Timescale
- Amended risk assessment in terms of impact and likelihood
- Amended risk rating

The Board reviews the risk register throughout the year. Through the counter measures put in place in the risk register and the regular reviews and updates, the Board is satisfied that the major risks identified have been adequately mitigated.

It is recognised that this approach can only provide reasonable but not absolute assurance that major risks have been adequately managed.

5. Plans for future periods

As we move forward, we remain dedicated to our mission. The continued support from grants, donors, and the community enables us to plan and execute initiatives that empower young people to overcome obstacles and achieve their full potential. We are committed to transparency, effective use of resources, and making a positive impact in the lives of the young people we serve.

6. Reference and administrative details of the charity, its trustees and advisors

Registered charity name	D2 Youth Zone Ltd
Charity number	1048939
Company registration number	03085535
Registered office	96-98 East Thorp Newbiggin Hall Estate Newcastle upon Tyne NE5 4JD
Trustees and Members of the Board	Ian Smith – Chair Rebecca Tulip – Vice Chair Ryan Percival – Treasurer Sylvia Hopper- Director
Chief Executive and Senior staff members	Angela Smith - Project Manager
Independent Examiner	Doug Maltman FMAAT Connected Voice Business Services One Strawberry Lane Newcastle upon Tyne NE1 4BX
Bankers	Barclays Bank Plc

7. Structure, governance and management

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established under a Memorandum of Association, which established the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of a winding up any member (who is a director) undertakes to contribute to the payment of liabilities, such amount as may be required not exceeding the total of £1.

Recruitment and Appointment of the Board

The Directors of the Company are also Trustees for the purposes of charity law and under the company's Articles are also its members. Under the requirements of the Memorandum and Articles of Association, at the Annual General Meeting one-third of the Directors, who are subject to retirement by rotation, shall retire. Retiring Directors can be re-appointed at the Annual General Meeting.

Trustees are selected on the basis of specialist skills and commitment to the objectives and aims of the organisation.

Board Induction and Training

New Board Members are introduced to the work of the organisation and informed of their legal roles and responsibilities at an induction meeting. The induction and training programme for new Board Members includes:

- A briefing by the Chair or Chief Executive
- An explanation of roles and responsibilities as a Board Member
- Copies of the main company documents including the Memorandum and Articles of Association and the Financial Statements
- Copy of the business plan and most recent evaluation report
- Copies of recent board papers including budgets and management accounts
- A copy of the Charity Commission publication "How to be an Effective Trustee"
- A copy of the governance structure.

8. Statement of Trustee Responsibilities

The trustees, who are also directors 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, which give a true and fair view of the state of affairs of the charitable company and of incoming resources and application of resources, including the income and expenditure of the charitable company for that year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 charity will continue in operation.

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved by the Board on 11.07.2024 and signed on their behalf by:

R Percival (Treasurer)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

For the year ended 31 March 2024

I report on the financial statements of D2 Youth Zone Limited for the year ended 31 March 2024, which are set out on pages 7 to 16.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2022 ("the Charities Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- h examine the accounts under section 145 of the Charities Act,
- h to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- h to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- h accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- h the accounts do not accord with such records; or
- h the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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; or
- h the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I 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.

Doug Maltman FMAAT
Fellow Member of the Association of Accountancy Technicians
Connected Voice Business Services
One Strawberry Lane
Newcastle upon Tyne
NE1 4BX
Date: 11.07.2024

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING SUMMARY INCOME & EXPENDITURE ACCOUNT)

For the year ended 31 March 2024

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
<u>Income from:</u>					
Donations and legacies	6	32,613	49,743	82,356	33,475
Charitable activities					
Grants and contracts	7	-	31,200	31,200	45,518
Investments	8	336	-	336	61
Total income		32,949	80,943	113,893	79,054
<u>Expenditure on:</u>					
Charitable activities					
Operation of the charity	9	26,678	70,955	97,633	85,525
Total expenditure		26,678	70,955	97,633	85,525
Net movement of funds		6,271	9,989	16,260	(6,471)
<u>Reconciliation of funds</u>					
Total funds brought forward		30,698	63,023	93,721	100,192
Total funds carried forward		36,969	73,012	109,981	93,721

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 9 to 16 form an integral part of these accounts.

BALANCE SHEET

As at 31 March 2024

	Notes	£	Total 2024 £	£	Total 2023 £
<u>Current assets</u>					
Debtors	15	-		32,906	
Cash at bank and in hand	16	111,073		62,061	
		<u>111,073</u>		<u>94,967</u>	
Creditors: amounts falling due within one year	17	<u>(1,092)</u>		<u>(1,246)</u>	
			109,981		93,721
			<u>109,981</u>		<u>93,721</u>
<u>Funds of the charity</u>					
Unrestricted income funds			36,969		30,698
Restricted income funds			73,012		63,023
			<u>109,981</u>		<u>93,721</u>

The company was entitled to an exemption from audit under s477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act with the respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

The notes on pages 9 to 16 form an integral part of these accounts.

These financial statements were approved by the Board on: 11.07.2024

and are signed on its behalf by: R Percival
Treasurer

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2 Basis of accounting

2.1 Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts 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 Standard applicable in the UK and Republic of Ireland (FRS 102) (effective October 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2022, the Companies Act 2006 and UK Generally Accepted Accounting Practice. The financial statements are prepared under the historical cost convention or transaction value unless otherwise stated in the relevant accounting policy note(s).

D2 Youth Zone Limited meets the definition of a public benefit entity under FRS 102.

2.2 Preparation of the accounts on a going concern basis

The charity reported total unrestricted funds at the year end of £36,969 and has already secured a significant amount of funding for the current year. The trustees are of the view that the immediate future of the charity for the next 12 months is secure and that on this basis the charity is a going concern.

3 Income

3.1 Recognition of income

Income is recognised when the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is more likely than not that the resources will be received and the monetary value can be measured with sufficient reliability

3.2 Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by FRS102 SORP or FRS102.

3.3 Grants and donations

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria of income recognition are met.

3.4 Volunteer help

The value of volunteer help received is not included in the accounts but is described in the trustees' annual report.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

3.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

3.6 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the

4 Expenditure and liabilities

4.1 Liability recognition

Liabilities are recognised when it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

4.2 Charitable activities

Expenditure on charitable activities includes the costs of work and other activities undertaken to further the purposes of the charity and their associated support costs.

4.3 Governance and support costs

Support costs have been allocated between governance cost and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

4.4 Irrecoverable VAT

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

4.5 Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

4.6 Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

5 Assets

5.1 Tangible fixed assets for use by the charity

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis, the charity does not currently have any tangible fixed assets:

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

Analysis of income

	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
6 Donations and legacies				
Donations and gifts	56	-	56	17
General grants:				
- LGA Foundation	50	1,500	1,550	1,500
- Joseph Frazer Strong	1,000	-	1,000	1,000
- R W Mann	-	2,000	2,000	1,000
- Newcastle City Council	-	24,500	24,500	20,936
- Ernest Cook Trust	-	-	-	4,250
- Your Homes Newcastle	-	-	-	420
- Woolsington Parish	-	5,200	5,200	4,200
- Postcode lottery	30,000	-	30,000	-
- ASDA Foundation	1,500	-	1,500	-
- Newcastle Youth Fund	-	16,543	16,543	-
Other	7	-	7	152
	<u>32,613</u>	<u>49,743</u>	<u>82,356</u>	<u>33,475</u>
7 Charitable activities				
<u>Income from grants</u>				
NCC Ward Committee	-	11,200	11,200	7,000
BBC Children in Need	-	-	-	38,518
Ballinger Trust	-	20,000	20,000	-
	<u>-</u>	<u>31,200</u>	<u>31,200</u>	<u>45,518</u>
8 Income from investments				
Bank interest	336	-	336	61
	<u>336</u>	<u>-</u>	<u>336</u>	<u>61</u>

Income was £113,893 (2023: £79,054) of which £32,949 was unrestricted or designated (2023: £2,730) and £80,943 was restricted (2023: £76,324)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
9 Charitable activities				
<u>Direct costs</u>				
Salaries	-	67,894	67,894	48,884
Pensions	-	3,061	3,061	3,501
Sessional workers	1,951	-	1,951	3,841
Apprentice fees	270	-	270	24
DBS checks	-	-	-	205
Staff training	580	-	580	-
Payroll fees	222	-	222	388
Activity costs	17,707	-	17,707	21,821
Client expenses	182	-	182	452
Other expenses	221	-	221	95
<u>Support costs</u>				
Security	35	-	35	124
Cleaning, repairs and maintenance	220	-	220	176
Heat, light and water	1,951	-	1,951	2,379
Insurance	1,104	-	1,104	1,056
Stationery/postage	35	-	35	126
Photocopier	206	-	206	370
Phone/fax	1,066	-	1,066	978
IT	-	-	-	-
Membership fees	45	-	45	-
Companies House	13	-	13	13
<u>Governance costs</u>				
Independent examiner's fees for reporting on the accounts	870	-	870	1,092
	<u>26,678</u>	<u>70,955</u>	<u>97,633</u>	<u>85,525</u>

Expenditure on charitable activities was £97,633 (2023: £85,525) of which £26,678 was unrestricted or designated (2023: £49,635) and £70,955 was restricted (2023: £35,891)

10 Fees for examination of the accounts

	2024 £	2023 £
Independent examiner's fees for reporting on the accounts	870	1,092
Other accountancy services paid to the examiner	222	388
	<u>1,092</u>	<u>1,480</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

11 Analysis of staff costs and the cost of key management personnel

	2024 £	2023 £
Salaries and wages	67,894	48,884
Pension costs (defined contribution pension plan)	3,061	3,501
	<u>70,955</u>	<u>52,385</u>

No employee received remuneration above £60,000 (2023: nil)

The key management personnel of the charity, comprise the trustees and the Project Manager . The total employee benefits of the key management personnel of the charity were £39,336 (2023: £35,891).

12 Staff numbers

The average monthly head count was 3 staff (2023: 3 staff) and the average monthly number of full-time equivalent employees during the year were as follows:

	2024 Number	2023 Number
The parts of the charity in which the employee's work		
Charitable activities	1.9	1.9
	<u>1.9</u>	<u>1.9</u>

13 Transactions with trustees

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Trustees' expenses

No trustee expenses have been incurred in the year.

Transaction(s) with related parties

There have been no related party transactions in the reporting period.

14 Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The employer's pension costs represent contributions payable by the charity to the fund and amount to £3,501 (2023: £3,501). There was £0 outstanding as at 31 March 2024 (2023: £0)

15 Debtors and prepayments (receivable within 1 year)

	2024 £	2023 £
Salary holding account	-	32,906
	<u>-</u>	<u>32,906</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

16 Cash at bank and in hand

	2024 £	2023 £
Short term deposits	28,104	28,061
Cash at bank	82,969	34,000
	<u>111,073</u>	<u>62,061</u>

17 Creditors and accruals (payable within 1 year)

	2024 £	2023 £
Accruals		
Independent examination of accounts	870	1,092
Other accruals	222	154
	<u>1,092</u>	<u>1,246</u>

18 Events after the end of the reporting period

No other significant events affecting the Company since the year end.

19 Analysis of charitable funds

Analysis of movements in unrestricted funds As at 31 March 2024

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	17,144	32,949	(26,678)	-	23,415
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	<u>30,698</u>	<u>32,949</u>	<u>(26,678)</u>	<u>-</u>	<u>36,969</u>

As at 31 March 2023

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	64,049	2,730	(49,635)	-	17,144
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	<u>77,603</u>	<u>2,730</u>	<u>(49,635)</u>	<u>-</u>	<u>30,698</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

Purpose of unrestricted funds

General unrestricted fund The 'free reserves' of the charity
Designated funds To cover unexpected costs incurred.

Analysis of movement in restricted funds

As at 31 March 2024

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
BBC Children in Need	15,995	-	-	-	15,995
Newcastle Youth Fund	20,936	16,543	(27,298)	-	10,181
R W Mann	1,000	2,000	-	-	3,000
Big Lottery Fund	7,146	-	-	-	7,146
Ward Committee	7,000	11,200	-	-	18,200
Ernest Cook Trust	4,250	-	-	-	4,250
Your Homes Newcastle	1,120	-	-	-	1,120
Woolsington Parish	4,200	5,200	-	-	9,400
Education and Skills	1,375	-	-	-	1,375
Ballinger Trust	-	20,000	(19,157)	-	843
LGA Foundation	-	1,500	-	-	1,500
Newcastle Fund	-	24,500	(24,500)	-	-
Totals	63,023	80,943	(70,955)	-	73,012

Analysis of movement in restricted funds

As at 31 March 2023

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
BBC Children in Need	13,367	38,518	(35,890)	-	15,995
Newcastle Youth Fund	-	20,936	-	-	20,936
R W Mann	-	1,000	-	-	1,000
Big Lottery Fund	7,146	-	-	-	7,146
Ward Committee	-	7,000	-	-	7,000
Ernest Cook Trust	-	4,250	-	-	4,250
Your Homes Newcastle	700	420	-	-	1,120
Woolsington Parish	-	4,200	-	-	4,200
Education and Skills	1,375	-	-	-	1,375
Totals	22,588	76,324	(35,890)	-	63,023

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2024

Purpose of restricted funds

Restricted funds represent income resources used for a specific purpose within the charity as identified by the donor.

BBC Children in Need	To cover the staffing costs of the Project Manager.
Newcastle Youth Fund	To cover the staffing costs of D2 Youth Zone Limited.
R W Mann	Breaking Bread Project funds.
Big Lottery Fund	To support young people during Covid-19 pandemic.
Ward Committee	Funds to support holiday activities.
Ernest Cook Trust	The Green Musketeer Project.
Your Homes Newcastle	Environmental Project.
Woolsington Parish	Funds to support holiday activities and hardship fund.
Education and Skills	Apprenticeship grant.
Ballinger Trust	To cover the staffing costs of D2 Youth Zone Limited.
LGA Foundation	Funds for the Christmas Parade.
Newcastle Fund	To cover the staffing costs of D2 Youth Zone Limited.

20 Capital commitments

As at 31 March 2024, the charity had no capital commitments (2023 -£nil)

21 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
Cash at bank and in hand	38,061	73,012	111,073	62,061
Other net current assets/(liabilities)	(1,092)	-	(1,092)	31,660
	<u>36,969</u>	<u>73,012</u>	<u>109,981</u>	<u>93,721</u>

D2 YOUTH ZONE LIMITED

England & Wales - Charity number 1048939

Accounts

D2 YOUTH ZONE LIMITED
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS
For the year ended 31 March 2023

Charity Number 1048939
Company Number 03085535

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2023

Contents	Page
Trustees annual report	1 to 6
Independent examiners report	7
Statement of Financial Activities (including income and expenditure account)	8
Balance sheet	9
Notes to the financial statements	10 to 17

D2 Youth Zone Ltd

(A company limited by guarantee)

TRUSTEE ANNUAL REPORT (including Director's report)

For the year ended 31 March 2023

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ended 31 March 2023 which are also prepared to meet the requirements for a trustees' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2022, 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 October 2019)

1. Objectives and Activities

We provide a daily drop-in, group work and one to one work, our work is built on the issues young people bring to us; these tend to be around, drugs and alcohol, sex and relationships, debt, benefits, unemployment, mental health, and family.

Project Objectives:

- To make contact with young people aged 13-25 on Newbiggin Hall Estate.
- To develop positive working relationships and base any work on the issues raised by and affecting young people and the wider community.
- In partnership with young people and outside agencies both statutory and voluntary to respond to these as quickly and as effectively as possible.
- To provide the opportunity for young people to have a greater say in the resolution of these personal and community issues.

Public Benefit Statement

The trustees/directors have paid due regard to the Charity Commission guidance on public benefit and are confident that the organisation's aims, objectives, and activities are in accordance with the guidance on public benefit.

Our activities and achievements as outlined demonstrate our commitment to ensuring that the organisation's resources and activities maximise the potential benefit to our local community through community youth work projects.

2. Achievements and Performance

We offer a place of safety where young people and their families access the support, they need at the point of need from workers who know them, understand the context of their lives and care about them.

The workers have been around a long time, young people and their families never have to retell their story and they are always greeted by a friendly face. They have told us that they value having us in their lives.

We provide support for the whole community, whilst youth work has always been our focus, we have over the years become a valuable and much needed resource for our neighbors. We never turn anyone away regardless of age or circumstance.

We have provided support and access to resources for over 100 local people over the course of the year. We have supported families with benefits claims, looking for work, family support, and we have led on Early Help Plans for several families.

We have worked with over 100 young people over the last year, providing them with group work for up to three groups each evening. Young people learn from the information we provide, and they have fun in the process in an environment that feels safe.

We have provided a detached youth work presence making contact with young people on the streets and working with them in a space of their choosing.

We have provided one-to-one work for vulnerable young people to work with a trusted adult and get the help and support they need, and we have referred young people onto specialist services they need.

We have provided a program of activities in each of the school holidays that keep young people busy, and active and ensure they have at least one meal each day to alleviate holiday hunger.

Fundraising

We have been on the estate for 29 years and we understand young people have become accustomed to having us in their lives. Our team are dedicated and committed to ensuring we remain a constant and consistent source of support.

Trustee Annual Report

Over the course of this past year, our organization has made significant strides in fulfilling its mission to empower and support young people in our community. We are delighted to report on our accomplishments and financial performance.

Key Highlights:

1. **Impact on young people:** Throughout the year, our youth project had meaningful contact with over 100 different young people from diverse backgrounds. We provided them with a range of services, including educational support, mentorship, recreational activities, and personal development. Our engagement with these young individuals aimed to empower them to overcome challenges, develop essential life skills, and prepare for a bright future.
2. **Financial Performance:** We are proud to announce that we raised a total of £89,811 in the past fiscal year. These funds have been instrumental in supporting our programs and initiatives, enabling us to reach and positively impact the lives of the young people we serve. Our commitment to financial transparency ensures that every pound received is used effectively and efficiently in pursuit of our mission.
3. **Investing in Youth:** In line with our commitment to providing opportunities for young people, we have taken a significant step by hiring a former young participant as an apprentice youth worker. This initiative not only demonstrates our dedication to fostering personal growth and career development but also serves as a testament to the impact our project has on the lives of those we engage with.

Looking to the year ahead of us, we hope to make just as much impact on the local community through the generosity of our funders and from the dedication of our staff members.

Ryan Percival (Treasurer)

Over the years, I have felt D2 has gone from strength to strength especially following the pandemic.

It is a pleasure to be a director for D2 Youth Zone, the true commitment from team members is so admirable. They have always kept the committee volunteers well informed with a structured format at committee meetings.

It was my pleasure to invite the Project manager and a Youth Work apprentice as speakers to Cramlington Friendship Centre. Their work description was detailed, and club members admired their true dedication to the project and the young people they work with and care about."

Sylvia Hopper (Director)

3. Financial review

Review of the year

The results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

During the year the Charity had income of £79,055 (2022: £89,811) of which £76,324 was restricted (2022: £54,253) and expenditure of £85,526 (2022: £72,697) of which £35,891 was restricted (2022: £51,094). There was an operating deficit of £6,471 (2022: surplus of £17,113) of which a surplus of £40,434 was restricted (2022: £3,159).

At 31 March 2023 the Charity had net assets of £93,721 (2022: £100,192) of which £63,023 was restricted (2022: £22,589).

Reserves policy/Going concern

The Trustees consider the level of reserves, £30,698 (2022: £77,603), prudent for the Charity at this time taking into account potential liabilities in the event that the charity ceased. Our Reserves Policy is reviewed annually.

4. Risk Management

The Board is responsible for the management of the risks to which the Charity is exposed. A risk register is produced which considers financial, governance and delivery risks.

For each risk, the register identifies:

- Initial risk assessment in terms of impact and likelihood
- Initial risk rating
- Counter measures
- Responsibility / ownership
- Timescale
- Amended risk assessment in terms of impact and likelihood
- Amended risk rating

The Board reviews the risk register throughout the year. Through the counter measures put in place in the risk register and the regular reviews and updates, the Board is satisfied that the major risks identified have been adequately mitigated.

7. Structure, governance and management

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established under a Memorandum of Association, which established the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of a winding up any member (who is a director) undertakes to contribute to the payment of liabilities, such amount as may be required not exceeding the total of £1.

Recruitment and Appointment of the Board

The Directors of the Company are also Trustees for the purposes of charity law and under the company's Articles are also its members. Under the requirements of the Memorandum and Articles of Association, at the Annual General Meeting one-third of the Directors, who are subject to retirement by rotation, shall retire. Retiring Directors can be re-appointed at the Annual General Meeting.

Trustees are selected on the basis of specialist skills and commitment to the objectives and aims of the organisation.

Board Induction and Training

New Board Members are introduced to the work of the organisation and informed of their legal roles and responsibilities at an induction meeting. The induction and training programme for new Board Members includes:

- A briefing by the Chair or Chief Executive
- An explanation of roles and responsibilities as a Board Member
- Copies of the main company documents including the Memorandum and Articles of Association and the Financial Statements
- Copy of the business plan and most recent evaluation report
- Copies of recent board papers including budgets and management accounts
- A copy of the Charity Commission publication "How to be an Effective Trustee"
- A copy of the governance structure.

8. Statement of Trustee Responsibilities

The trustees, who are also directors 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, which give a true and fair view of the state of affairs of the charitable company and of incoming resources and application of resources, including the income and expenditure of the charitable company for that year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 charity will continue in operation.

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved by the Board on 15.11.2023 and signed on their behalf by:

R Percival (Treasurer)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

For the year ended 31 March 2023

I report on the financial statements of D2 Youth Zone Limited for the year ended 31 March 2023, which are set out on pages 8 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2022 ("the Charities Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- h examine the accounts under section 145 of the Charities Act,
- h to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- h to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- h accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- h the accounts do not accord with such records; or
- h the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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; or
- h the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I 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.

Doug Maltman FMAAT
Connected Voice Business Services Ltd
One Strawberry Lane
Newcastle upon Tyne
NE1 4BX
Date: 15.11.2023

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING SUMMARY INCOME & EXPENDITURE ACCOUNT)

For the year ended 31 March 2023

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
Income from:					
Donations and legacies	6	2,669	30,806	33,475	33,991
Charitable activities					
Grants and contracts	7	-	45,518	45,518	55,818
Investments	8	61	-	61	3
Total income		2,730	76,324	79,055	89,811
Expenditure on:					
Charitable activities					
Operation of the charity	9	49,635	35,891	85,526	72,873
Total expenditure		49,635	35,891	85,526	72,873
Net movement of funds		(46,905)	40,434	(6,471)	16,938
Reconciliation of funds					
Total funds brought forward		77,603	22,589	100,192	83,078
Total funds carried forward		30,698	63,023	93,721	100,016

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 10 to 17 form an integral part of these accounts.

BALANCE SHEET

As at 31 March 2023

	Notes	£	Total 2023 £	£	Total 2022 £
<u>Current assets</u>					
Debtors	15	32,906		21,790	
Cash at bank and in hand	16	62,061		80,354	
		94,967		102,144	
<u>Creditors: amounts falling due within one year</u>					
	17	(1,246)		(1,952)	
			93,721		100,192
			93,721		100,192
<u>Funds of the charity</u>					
Unrestricted income funds			30,698		77,603
Restricted income funds			63,023		22,589
			93,721		100,192

The company was entitled to an exemption from audit under s477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act with the respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

The notes on pages 10 to 17 form an integral part of these accounts.

These financial statements were approved by the Board on: 15.11.2023

and are signed on its behalf by: R Percival
Treasurer

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2 Basis of accounting

2.1 Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts 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 Standard applicable in the UK and Republic of Ireland (FRS 102) (effective October 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2022, the Companies Act 2006 and UK Generally Accepted Accounting Practice. The financial statements are prepared under the historical cost convention or transaction value unless otherwise stated in the relevant accounting policy note(s).

D2 Youth Zone Limited meets the definition of a public benefit entity under FRS 102.

2.2 Preparation of the accounts on a going concern basis

The charity reported total unrestricted funds at the year end of £30,698 and has already secured a significant amount of funding for the current year. The trustees are of the view that the immediate future of the charity for the next 12 months is secure and that on this basis the charity is a going concern.

3 Income

3.1 Recognition of income

Income is recognised when the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is more likely than not that the resources will be received and the monetary value can be measured with sufficient reliability

3.2 Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by FRS102 SORP or FRS102.

3.3 Grants and donations

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria of income recognition are met.

3.4 Volunteer help

The value of volunteer help received is not included in the accounts but is described in the trustees' annual report.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

3.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

3.6 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the

4 Expenditure and liabilities

4.1 Liability recognition

Liabilities are recognised when it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

4.2 Charitable activities

Expenditure on charitable activities includes the costs of work and other activities undertaken to further the purposes of the charity and their associated support costs.

4.3 Governance and support costs

Support costs have been allocated between governance cost and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

4.4 Irrecoverable VAT

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

4.5 Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

4.6 Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

5 Assets

5.1 Tangible fixed assets for use by the charity

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis, the charity does not currently have any tangible fixed assets:

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

Analysis of income

	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
6 Donations and legacies				
Donations and gifts	17	-	17	16
General grants:				
- LGA Foundation	1,500	-	1,500	-
- Joseph Frazer Strong	1,000	-	1,000	1,000
- R W Mann	-	1,000	1,000	4,000
- Newcastle City Council	-	20,936	20,936	5,405
- Sir James Knott	-	-	-	15,000
- Newcastle Best Summer ever	-	-	-	3,170
- Ernest Cook Trust	-	4,250	4,250	360
- Your Homes Newcastle	-	420	420	700
- Woolsington Parish	-	4,200	4,200	2,800
- Education and Skills	-	-	-	1,500
Other	152	-	152	40
	<u>2,669</u>	<u>30,806</u>	<u>33,475</u>	<u>33,991</u>
7 Charitable activities				
<u>Income from grants</u>				
NCC Ward Committee	-	7,000	7,000	2,300
BBC Children in Need	-	38,518	38,518	35,518
Ballinger Trust	-	-	-	18,000
	<u>-</u>	<u>45,518</u>	<u>45,518</u>	<u>55,818</u>
8 Income from investments				
Bank interest	61	-	61	3
	<u>61</u>	<u>-</u>	<u>61</u>	<u>3</u>

Income was £79,055 (2022: £89,811) of which £2,730 was unrestricted or designated (2022: £35,558) and £76,324 was restricted (2022: £54,253)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
9 Charitable activities				
<u>Direct costs</u>				
Salaries	15,652	33,232	48,884	48,212
Pensions	842	2,659	3,501	3,495
Sessional workers	3,841	-	3,841	2,495
Apprentice fees	24	-	24	125
DBS checks	208	-	208	63
Staff training	-	-	-	25
Payroll fees	388	-	388	409
Activity costs	21,821	-	21,821	10,908
Client expenses	452	-	452	176
Other expenses	92	-	92	176
<u>Support costs</u>				
Security	124	-	124	-
Cleaning, repairs and maintenance	176	-	176	211
Heat, light and water	2,379	-	2,379	1,719
Insurance	1,056	-	1,056	1,936
Stationery/postage	126	-	126	84
Photocopier	370	-	370	247
Phone/fax	978	-	978	1,099
IT	-	-	-	270
Membership fees	-	-	-	340
Companies House	13	-	13	13
<u>Governance costs</u>				
Independent examiner's fees for reporting on the accounts	1,092	-	1,092	869
	<u>49,635</u>	<u>35,891</u>	<u>85,526</u>	<u>72,873</u>

Expenditure on charitable activities was £85,526 (2022: £72,697) of which £49,635 was unrestricted or designated (2022: £21,603) and £35,891 was restricted (2022: £51,094)

10 Fees for examination of the accounts

	2023 £	2022 £
Independent examiner's fees for reporting on the accounts	1,092	869
Other accountancy services paid to the examiner	388	409
	<u>1,480</u>	<u>1,278</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

11 Analysis of staff costs and the cost of key management personnel

	2023	2022
	£	£
Salaries and wages	48,884	48,212
Pension costs (defined contribution pension plan)	3,501	3,495
	52,385	51,707

No employee received remuneration above £60,000 (2022: nil)

The key management personnel of the charity, comprise the trustees and the Project Manager . The total employee benefits of the key management personnel of the charity were £35,891 (2022: £31,935).

12 Staff numbers

The average monthly head count was 3 staff (2022: 3 staff) and the average monthly number of full-time equivalent employees during the year were as follows:

	2023	2022
	Number	Number
The parts of the charity in which the employee's work		
Charitable activities	1.9	1.9
	1.9	1.9

13 Transactions with trustees

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Trustees' expenses

No trustee expenses have been incurred in the year.

Transaction(s) with related parties

There have been no related party transactions in the reporting period.

14 Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The employer's pension costs represent contributions payable by the charity to the fund and amount to £3,501 (2022: £3,495). There was £0 outstanding as at 31 March 2023 (2022: £0)

15 Debtors and prepayments (receivable within 1 year)

	2023	2022
	£	£
Salary holding account	32,906	21,790
Trade debtors	-	-
	32,906	21,790

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

16 Cash at bank and in hand

	2023 £	2022 £
Short term deposits	28,061	27,000
Cash at bank	34,000	53,354
	62,061	80,354

17 Creditors and accruals (payable within 1 year)

	2023 £	2022 £
Accruals		
Independent examination of accounts	1,092	1,697
Other accruals	154	254
	1,246	1,952

18 Events after the end of the reporting period

No other significant events affecting the Company since the year end.

19 Analysis of charitable funds

Analysis of movements in unrestricted funds As at 31 March 2023

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	64,049	2,730	(49,635)	-	17,144
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	77,603	2,730	(49,635)	-	30,698

As at 31 March 2022

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	50,094	35,558	(21,603)	-	64,049
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	63,648	35,558	(21,603)	-	77,603

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

Purpose of unrestricted funds

General unrestricted fund The 'free reserves' of the charity
Designated funds To cover unexpected costs incurred.

Analysis of movement in restricted funds

As at 31 March 2023

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
BBC Children in Need	13,367	38,518	(35,890)	-	15,995
Newcastle Youth Fund	-	20,936	-	-	20,936
R W Mann	-	1,000	-	-	1,000
Big Lottery Fund	7,146	-	-	-	7,146
Ward Committee	-	7,000	-	-	7,000
Ernest Cook Trust	-	4,250	-	-	4,250
Your Homes Newcastle	700	420	-	-	1,120
Woolsington Parish Education and Skills	- 1,375	4,200 -	- -	- -	4,200 1,375
Totals	22,588	76,324	(35,890)	-	63,023

Analysis of movement in restricted funds

As at 31 March 2022

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
BBC Children in Need	9,784	35,518	(31,935)	-	13,367
Newcastle Youth Fund	-	5,405	(5,405)	-	-
R W Mann	2,500	4,000	(6,500)	-	-
Big Lottery Fund	7,146	-	-	-	7,146
Ward Committee	-	800	(800)	-	-
Ernest Cook Trust	-	360	(360)	-	-
Newcastle Best Summer ever	-	3,170	(3,170)	-	-
Your Homes Newcastle	-	700	-	-	700
Woolsington Parish Education and Skills	- -	2,800 1,500	(2,800) (125)	- -	- 1,375
Totals	19,430	54,253	(51,094)	-	22,588

Purpose of restricted funds

Restricted funds represent income resources used for a specific purpose within the charity as identified by the donor.

BBC Children in Need To cover the staffing costs of the Project Manager.
Newcastle Youth Fund To cover the staffing costs of D2 Youth Zone Limited.
R W Mann Breaking Bread Project funds.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

Purpose of restricted funds (continued)

Big Lottery Fund	To support young people during Covid-19 pandemic.
Ward Committee	Funds to support holiday activities.
Ernest Cook Trust	The Green Musketeer Project.
Newcastle Best summer Ever	Funds to support holiday activities.
Your Homes Newcastle	Environmental Project.
Woolsington Parish	Funds to support holiday activities and hardship fund.
Education and Skills	Apprenticeship grant.

20 Capital commitments

As at 31 March 2023, the charity had no capital commitments (2022 -£nil)

21 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
Cash at bank and in hand	(962)	63,023	62,061	80,354
Other net current assets/(liabilities)	31,660	-	31,660	19,838
	<u>30,698</u>	<u>63,023</u>	<u>93,721</u>	<u>100,192</u>

D2 YOUTH ZONE LIMITED

England & Wales - Charity number 1048939

Accounts

D2 YOUTH ZONE LIMITED
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS
For the year ended 31 March 2022

Charity Number 1048939
Company Number 03085535

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2022

Contents	Page
Trustees annual report	1 to 5
Independent examiners report	6
Statement of Financial Activities (including income and expenditure account)	7
Balance sheet	8
Notes to the financial statements	9 to 17

TRUSTEE ANNUAL REPORT (including Director's report)
For the year ended 31 March 2022

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ended 31 March 2022 which are also prepared to meet the requirements for a trustees' report and accounts for Companies Act purposes.

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 October 2019)

1. Objectives and Activities

We provide a daily drop-in, group work and one to one work, our work is built on the issues young people bring to us; these tend to be around, drugs and alcohol, sex and relationships, debt, benefits, unemployment, mental health and family.

Project Objectives:

- To make contact with young people aged 13-25 on Newbiggin Hall Estate.
- To develop positive working relationships and base any work on the issues raised by and affecting young people and the wider community.
- In partnership with young people and outside agencies both statutory and voluntary to respond to these as quickly and as effectively as possible.
- To provide the opportunity for young people to have a greater say in the resolution of these personal and community issues.

Public Benefit Statement

The trustees/directors have paid due regard to the Charity Commission guidance on public benefit and are confident that the organisation's aims, objectives and activities are in accordance with the guidance on public benefit.

Our activities and achievements as outlined demonstrate our commitment to ensuring that the organisation's resources and activities maximise the potential benefit to our local community through community youth projects..

2. Achievements and Performance

Performance and achievements 2021-2022

We have ensured that we have remained a constant, consistent, and much valued presence providing young people with a safety net whenever they have needed it.

The project delivered a range of services that meet the needs of young people living in Newbiggin Hall specifically, we provided:

Groupwork

Young people had access to a safe place to go, where they could relax, meet friends, have fun, and learn new things. Most importantly, they had access to, and ownership of, a space that is just for them.

Detached work

We are a very familiar sight on the estate; we provide a consistent presence, building relationships with young people, offering support and advice in outdoor spaces of their choosing.

Activities

Young people had access to a whole range of activities that were fun and took them away from the estate to encourage exciting and new experiences.

One to one support

Young people had access to one-to-one support at the point of need with someone they know and trust us. They were listened to without judgement, which helped them to navigate the challenges facing them and to offload.

Education, Employment/ Training

Young people had access to the right support. We were able to tailor our support because we know them and understand the context of their lives. We provided practical support producing CV's, access to phones, photocopier etc. and help with job search and looking for training and supported applications with references.

Projects

Young people took part in projects that helped them to work better, develop new skills and to learn new things. Most importantly, through these projects, young people were given a voice and were empowered to share with others the things that are important to them.

Family support

The effect of the Covid-19 pandemic and each lockdown has had a huge impact on our young people, most missed massive chunks of learning and routines within the home were lost. Our support has focused on helping young people with their mental health, guiding parents with resetting boundaries and ensuring families are managing with benefits.

Fundraising

We have been on the estate for 27 years and we understand young people have become accustomed to having us in their lives. Our team are extremely dedicated to ensuring that we remain a constant and consistent source of support and recognise that it is part and parcel of working in the voluntary sector that we remain committed as ever to fundraising for their neighbourhood project.

Trustee Annual Report

Newbiggin Hall is a large mainly social housing estate on the Northwest outskirts of Newcastle upon Tyne. It is a place where people may not have the same opportunities afforded to them as those who live in more affluent areas. For the last 27 years, D2 has provided help for young people that would not otherwise be available; on average thirty young people a day.

The present board consist of individuals who have worked on the estate, have used the project as a young person or are a resident of Newbiggin Hall. The board know that not only do the staff achieve the aims and objectives listed above but deliver much more.

The last year has seen an incremental return to a more normal way of working for the project, post Covid 19. With a return to using the project building and face to face contact resumed with larger groups returning after lockdown restrictions. School holiday trips and activities, the intergenerational meals- in partnership with St Wilfrid's church, have also resumed. With lessons learnt during the pandemic, in particular greater use of technology, they have continued to be implemented in our service.

It is hoped that as the project is sufficiently funded, the staff will be able to return to their normal hours this year.

Ian Smith Chair D2 Youth Zone
For the year ended 31 March 2022

3. Financial review

Review of the year

The results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

During the year the Charity had income of £89,811 (2021: £108,357) of which £54,253 was restricted (2021: £48,816) and expenditure of £72,697 (2021: £83,218) of which £51,094 was restricted (2021: £39,599). There was an operating surplus of £17,113 (2021: £25,139) of which £3,159 was restricted (2021: £9,217).

At 31 March 2022 the Charity had net assets of £100,192 (2021: £83,078) of which £22,589 was restricted (2021: £19,430).

Reserves policy/No reserves/Going concern

The Trustees consider the level of reserves, £77,603 (2021: £63,648), prudent for the Charity at this time taking into account potential liabilities in the event that the charity ceased. Our Reserves Policy is reviewed annually.

4. Risk Management

The Board is responsible for the management of the risks to which the Charity is exposed. A risk register is produced which considers financial, governance and delivery risks.

For each risk, the register identifies:

- Initial risk assessment in terms of impact and likelihood
- Initial risk rating
- Counter measures
- Responsibility / ownership
- Timescale
- Amended risk assessment in terms of impact and likelihood
- Amended risk rating

The Board reviews the risk register throughout the year. Through the counter measures put in place in the risk register and the regular reviews and updates, the Board is satisfied that the major risks identified have been adequately mitigated. It is recognised that this approach can only provide reasonable but not absolute assurance that major risks have been adequately managed.

5. Plans for future periods

We will continue to attract volunteers from the local community who will support paid staff to deliver a quality youth service.

We plan to take on an apprentice in the next financial year. The young person we employ will be under 25 years, known to the project, be local and show potential to become a youth worker in the future.

6. Reference and administrative details of the charity, its trustees and advisors

Registered charity name	D2 Youth Zone Ltd
Charity number	1048939
Company registration number	03085535
Registered office	96-98 East Thorp Newbiggin Hall Estate Newcastle upon Tyne NE5 4JD
Trustees and Members of the Board	Ian Smith – Chair Rebecca Tulip – Vice Chair Ryan Percival – Treasurer Sylvia Hopper- Director
Chief Executive and Senior staff members	Angela Smith- Project Manager
Independent Examiner	Doug Maltman FMAAT Connected Voice Business Services Ltd Higham House Higham Place Newcastle upon Tyne NE1 8AF
Bankers	Barclays Bank Plc

7. Structure, governance and management

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established under a Memorandum of Association, which established the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of a winding up any member (who is a director) undertakes to contribute to the payment of liabilities, such amount as may be required not exceeding the total of £1.

Recruitment and Appointment of the Board

The Directors of the Company are also Trustees for the purposes of charity law and under the company's Articles are also its members. Under the requirements of the Memorandum and Articles of Association, at the Annual General Meeting one-third of the Directors, who are subject to retirement by rotation, shall retire. Retiring Directors can be re-appointed at the Annual General Meeting.

Trustees are selected on the basis of specialist skills and commitment to the objectives and aims of the organisation.

Board Induction and Training

New Board Members are introduced to the work of the organisation and informed of their legal roles and responsibilities at an induction meeting. The induction and training programme for new Board Members includes:

- A briefing by the Chair or Chief Executive
- An explanation of roles and responsibilities as a Board Member
- Copies of the main company documents including the Memorandum and Articles of Association and the Financial Statements
- Copy of the business plan and most recent evaluation report
- Copies of recent board papers including budgets and management accounts
- A copy of the Charity Commission publication "How to be an Effective Trustee"
- A copy of the governance structure.

8. Statement of Trustee Responsibilities

The trustees, who are also directors 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, which give a true and fair view of the state of affairs of the charitable company and of incoming resources and application of resources, including the income and expenditure of the charitable company for that year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 charity will continue in operation.

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved by the Board on 23.12.2022 and signed on their behalf by:

R Percival (Treasurer)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

For the year ended 31 March 2022

I report on the financial statements of D2 Youth Zone Limited for the year ended 31 March 2022, which are set out on pages 7 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I 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.

Doug Maltman FMAAT
Connected Voice Business Services Ltd
Higham House
Higham Place
Newcastle upon Tyne
NE1 8AF
Date: 23.12.2022

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING SUMMARY INCOME & EXPENDITURE ACCOUNT)

For the year ended 31 March 2022

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Income from:					
Donations and legacies	6	16,055	17,935	33,990	50,754
Charitable activities					
Grants and contracts	7	19,500	36,318	55,818	57,592
Investments	8	3	-	3	11
Total income		35,558	54,253	89,811	108,357
Expenditure on:					
Charitable activities					
Operation of the charity	9	21,603	51,094	72,697	83,218
Total expenditure		21,603	51,094	72,697	83,218
Net movement of funds		13,955	3,159	17,114	25,139
Reconciliation of funds					
Total funds brought forward		63,648	19,430	83,078	57,939
Total funds carried forward		77,603	22,589	100,192	83,078

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 9 to 17 form an integral part of these accounts.

BALANCE SHEET

As at 31 March 2022

	Notes	£	Total 2022 £	£	Total 2021 £
<u>Current assets</u>					
Debtors	15	21,790		10,438	
Cash at bank and in hand	16	80,354		73,618	
		102,144		84,056	
<u>Creditors: amounts falling due within one year</u>					
	17	(1,952)		(978)	
			100,192		83,078
			100,192		83,078
<u>Funds of the charity</u>					
Unrestricted income funds	18		77,603		63,648
Restricted income funds	18		22,589		19,430
			100,192		83,078

The company was entitled to an exemption from audit under s477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act with the respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

The notes on pages 9 to 17 form an integral part of these accounts.

These financial statements were approved by the Board on: 23.12.2022

and are signed on its behalf by: R Percival
Treasurer

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2 Basis of accounting

2.1 Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts 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 Standard applicable in the UK and Republic of Ireland (FRS 102) (effective October 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice. The financial statements are prepared under the historical cost convention or transaction value unless otherwise stated in the relevant accounting policy note(s).

D2 Youth Zone Limited meets the definition of a public benefit entity under FRS 102.

2.2 Preparation of the accounts on a going concern basis

The charity reported total unrestricted funds at the year end of £77,603 and has already secured a significant amount of funding for the current year. The trustees are of the view that the immediate future of the charity for the next 12 months is secure and that on this basis the charity is a going concern.

Due to the COVID-19 pandemic, it has put pressure on all businesses in 2021-22. It should be noted that the creditors are being paid when the payments are falling due.

3 Income

3.1 Recognition of income

Income is recognised when the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is more likely than not that the resources will be received and the monetary value can be measured with sufficient reliability

3.2 Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by FRS102 SORP or FRS102.

3.3 Grants and donations

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria of income recognition are met.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

3.4 Volunteer help

The value of volunteer help received is not included in the accounts but is described in the trustees' annual report.

3.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

3.6 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the

4 Expenditure and liabilities

4.1 Liability recognition

Liabilities are recognised when it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

4.2 Charitable activities

Expenditure on charitable activities includes the costs of work and other activities undertaken to further the purposes of the charity and their associated support costs.

4.3 Governance and support costs

Support costs have been allocated between governance cost and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

4.4 Irrecoverable VAT

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

4.5 Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

4.6 Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

5 Assets

5.1 Tangible fixed assets for use by the charity

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis, the charity does not currently have any tangible fixed assets:

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Analysis of income

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
6 Donations and legacies				
Donations and gifts	15	-	15	5
General grants:				
- Hadrian trust	-	-	-	1,000
- Joseph Frazer Strong	1,000	-	1,000	1,000
- Northumbria Police	-	-	-	2,904
- Violence Reduction Unit	-	-	-	968
- R W Mann	-	4,000	4,000	1,000
- Harrison Foundation	-	-	-	5,000
- One family Foundation	-	-	-	1,151
- Police Commissioner's Fund	-	-	-	800
- Community Foundation	-	-	-	3,000
- Newcastle City Council	-	5,405	5,405	950
- Sir James Knott	15,000	-	15,000	15,000
- Big Lottery Fund	-	-	-	12,500
- Newcastle Best Summer ever	-	3,170	3,170	2,520
- True Potential	-	-	-	2,787
- Ernest Cook Trust	-	360	360	-
- Your Homes Newcastle	-	700	700	-
- Woolsington Parish	-	2,800	2,800	-
- Education and Skills	-	1,500	1,500	-
Other	40	-	40	169
	<u>16,055</u>	<u>17,935</u>	<u>33,990</u>	<u>50,754</u>
7 Charitable activities				
<u>Income from grants</u>				
NCC Ward Committee	1,500	800	2,300	-
HMRC Job Retention Scheme Grant	-	-	-	7,576
BBC Children in Need	-	35,518	35,518	34,516
Ballinger Trust	18,000	-	18,000	15,500
	<u>19,500</u>	<u>36,318</u>	<u>55,818</u>	<u>57,592</u>
8 Income from investments				
Bank interest	3	-	3	11
	<u>3</u>	<u>-</u>	<u>3</u>	<u>11</u>

Income was £89,811 (2021: £108,357) of which £35,558 was unrestricted or designated (2021: £59,541) and £54,253 was restricted (2021: £48,816)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
9 Charitable activities				
<u>Direct costs</u>				
Salaries	13,239	34,974	48,212	54,163
Redundancy payment	-	-	-	7,979
Pensions	1,129	2,366	3,495	4,181
Sessional workers	-	2,495	2,495	2,077
Apprentice fees	-	125	125	-
Staff travel	-	-	-	106
DBS checks	-	63	63	-
Staff training	25	-	25	500
Payroll fees	409	-	409	613
Activity costs	-	10,908	10,908	6,331
Other expenses	12	164	176	172
<u>Support costs</u>				
Security	-	-	-	107
Cleaning, repairs and maintenance	211	-	211	87
Heat, light and water	1,719	-	1,719	2,236
Insurance	1,936	-	1,936	955
Stationery/postage	84	-	84	19
Photocopier	247	-	247	116
Phone/fax	1,099	-	1,099	902
IT	270	-	270	1,229
Membership fees	340	-	340	550
Companies House	13	-	13	-
Depreciation	-	-	-	67
<u>Governance costs</u>				
Independent examiner's fees for reporting on the accounts	869	-	869	828
	<u>21,603</u>	<u>51,094</u>	<u>72,697</u>	<u>83,218</u>

Expenditure on charitable activities was £72,697 (2021: £83,218) of which £21,603 was unrestricted or designated (2021: £43,619) and £51,094 was restricted (2021: £39,599)

10 Fees for examination of the accounts

	2022 £	2021 £
Independent examiner's fees for reporting on the accounts	869	828
Other accountancy services paid to the examiner	409	613
	<u>1,278</u>	<u>1,441</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

11 Analysis of staff costs and the cost of key management personnel

	2022	2021
	£	£
Salaries and wages	48,212	54,163
Redundancy payment	-	7,979
Social security costs	-	393
Pension costs (defined contribution pension plan)	3,495	4,181
	51,707	66,716

No employee received remuneration above £60,000 (2021: nil)

The key management personnel of the charity, comprise the trustees and the Project Manager . The total employee benefits of the key management personnel of the charity were £31,935 (2021: £29,038).

12 Staff numbers

The average monthly head count was 3 staff (2021: 3 staff) and the average monthly number of full-time equivalent employees during the year were as follows:

	2022	2021
	Number	Number
The parts of the charity in which the employee's work		
Charitable activities	1.9	1.5
	1.9	1.5

13 Transactions with trustees

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Trustees' expenses

No trustee expenses have been incurred in the year.

Transaction(s) with related parties

There have been no related party transactions in the reporting period.

14 Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The employer's pension costs represent contributions payable by the charity to the fund and amount to £3,495 (2021: £4,181). There was £0 outstanding as at 31 March 2022 (2021: £0)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

15 Debtors and prepayments (receivable within 1 year)

	2022 £	2021 £
Salary holding account	21,790	10,272
Trade debtors	-	166
	<u>21,790</u>	<u>10,438</u>

16 Cash at bank and in hand

	2022 £	2021 £
Short term deposits	27,000	26,001
Cash at bank	53,354	47,617
	<u>80,354</u>	<u>73,618</u>

17 Creditors and accruals (payable within 1 year)

	2022 £	2021 £
Accruals		
Independent examination of accounts	1,697	828
Other accruals	254	150
	<u>1,952</u>	<u>978</u>

18 Events after the end of the reporting period

Due to the COVID-19 pandemic, it has put pressure on all businesses in 2021-22. It should be noted that the creditors are being paid when the payments are falling due. No other significant events affecting the Company since the year end.

19 Analysis of charitable funds

Analysis of movements in unrestricted funds

As at 31 March 2022

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	50,094	35,558	(21,603)	-	64,049
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	<u>63,648</u>	<u>35,558</u>	<u>(21,603)</u>	<u>-</u>	<u>77,603</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

As at 31 March 2021

	Fund balances brought forward	Incoming resources	Resources expended	Transfers	Fund balances carried forward
	£	£	£	£	£
Unrestricted funds					
General unrestricted fund	34,172	59,541	(43,619)	-	50,094
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	47,726	59,541	(43,619)	-	63,648

Purpose of unrestricted funds

General unrestricted fund

The 'free reserves' of the charity

Designated funds

To cover unexpected costs incurred.

Analysis of movement in restricted funds**As at 31 March 2022**

	Fund balances brought forward	Incoming resources	Resources expended	Transfers	Fund balances carried forward
	£	£	£	£	£
Restricted funds					
BBC Children in Need	9,784	35,518	(31,935)	-	13,367
Newcastle Youth Fund	-	5,405	(5,405)	-	-
R W Mann	2,500	4,000	(6,500)	-	-
Big Lottery Fund	7,146	-	-	-	7,146
Ward Committee	-	800	(800)	-	-
Ernest Cook Trust	-	360	(360)	-	-
Newcastle Best Summer ever	-	3,170	(3,170)	-	-
Your Homes Newcastle	-	700	-	-	700
Woolsington Parish	-	2,800	(2,800)	-	-
Education and Skills	-	1,500	(125)	-	1,375
Totals	19,430	54,253	(51,094)	-	22,589

Analysis of movement in restricted funds**As at 31 March 2021**

	Fund balances brought forward	Incoming resources	Resources expended	Transfers	Fund balances carried forward
	£	£	£	£	£
Restricted funds					
BBC Children in Need	4,306	34,516	(29,038)	-	9,784
Newcastle Youth Fund	4,407	-	(4,407)	-	-
R W Mann	1,500	1,000	-	-	2,500
Police Commissioner's Fund	-	800	(800)	-	-
Big Lottery Fund	-	12,500	(5,354)	-	7,146
Totals	10,213	48,816	(39,599)	-	19,430

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Purpose of restricted funds

Restricted funds represent income resources used for a specific purpose within the charity as identified by the donor.

BBC Children in Need	To cover the staffing costs of the Project Manager.
Newcastle Youth Fund	To cover the staffing costs of D2 Youth Zone Limited.
R W Mann	Breaking Bread Project funds.
Police Commissioner's Fund	Funds to support holiday activities.
Big Lottery Fund	To support young people during Covid-19 pandemic.
Ward Committee	Funds to support holiday activities.
Ernest Cook Trust	The Green Musketeer Project.
Newcastle Best summer Ever	Funds to support holiday activities.
Your Homes Newcastle	Environmental Project.
Woolsington Parish	Funds to support holiday activities and hardship fund.
Education and Skills	Apprenticeship grant.

20 Capital commitments

As at 31 March 2022, the charity had no capital commitments (2021 -£nil)

21 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Cash at bank and in hand	57,765	22,589	80,354	73,618
Other net current assets/(liabilities)	19,838	-	19,838	9,460
	<u>77,603</u>	<u>22,589</u>	<u>100,192</u>	<u>83,078</u>

D2 YOUTH ZONE LIMITED

England & Wales - Charity number 1048939

Accounts

D2 YOUTH ZONE LIMITED
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS
For the year ended 31 March 2021

Charity Number 1048939
Company Number 03085535

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2021

Contents	Page
Trustees annual report	1 to 6
Independent examiners report	7
Statement of Financial Activities (including income and expenditure account)	8
Balance sheet	9
Notes to the financial statements	10 to 17

D2 Youth Zone Limited

(A company limited by guarantee)

TRUSTEE ANNUAL REPORT

For the year ended 31 March 2021

The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ended 31 March 2021 which are also prepared to meet the requirements for a trustees' report and accounts for Companies Act purposes.

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)

1. Objectives and Activities

To educate and assist young people between the ages of 14 and 25 resident on the Newbiggin Hall Estate, Newcastle upon Tyne, through their leisure time activities, so to develop in a holistic manner their physical, emotional and spiritual well-being so that they may grow to full maturity as individuals and members of society and that their conditions of life may be improved.

The main activities of the service are: detached youth work- taking the service to the young people, supporting the young people to find opportunities for employment, education and training, one to one and group work sessions at the charity's premises dealing with issues such as sexual health and relationship education and referral to specialist services such as drug and alcohol advice.

2. Achievements and Performance

Newbiggin Hall is a large mainly social housing estate on the Northwest outskirts of Newcastle upon Tyne. It is a place where people may not have the same opportunities afforded to them as those who live in more affluent areas.

For the last 26 years, D2 has provided help for young people that would not be otherwise available; on average thirty young people a day.

The present Board of Directors consists of individuals who do or have worked on the estate, have used the project as a young person or are residents of Newbiggin Hall. The Directors know that not only to the staff achieve the aims and objectives but also deliver much more.

The past year has been one, which has seen D2 rise to many challenges; because of the ongoing COVID-19 pandemic. The staff have diligently followed both government rules and recommended guidelines to continue to support the young people of the estate, whilst keeping themselves and others as safe as possible. This especially when delivering food packages or detached work.

D2 Youth Zone Limited

(A company limited by guarantee)

TRUSTEE ANNUAL REPORT

For the year ended 31 March 2021

Like many they have, when possible, worked from home, a lot can be achieved with a phone call: social media and Microsoft Teams have also become invaluable tools.

The Directors are very aware of our responsibility to ensure the viability of D2 and its future in these uncertain times; to avoid a significant shortfall in funding we decided to make one post redundant. This has as we suspected had no effect on the day-to-day work of the project.

Ian Smith
Chair

3. Financial review

Review of the year

The results for the year and the company's financial position at the end of the year are shown in the attached financial statements.

During the year the Charity had income of £108,357 (2020: £114,371) of which £48,816 was restricted (2020: £68,007) and expenditure of £83,219 (2020: £91,985) of which £39,599 was restricted (2020: £57,794). There was an operating surplus of £25,138 (2020: surplus £22,386) of which £9,217 was restricted (2020: £10,213).

At 31 March 2021 the Charity had net assets of £83,077 (2020: £57,939) of which £19,430 was restricted (2020: £10,213).

Reserves policy

The Trustees consider the level of reserves, £63,648 (2020: £47,726), prudent for the Charity at this time taking into account potential liabilities in the event that the charity ceased. Our Reserves Policy is reviewed annually.

4. Plans for future periods

As a project which has remained a vital lifeline to young people and their families over this last year, we endeavor to continue to offer this level of support as the whole community slowly begins its recovery from the long-term effects of the pandemic.

We know young people have been hit hard during this period and are an age group who have made huge sacrifices. This in turn has directly impacted their ability to reach their full potential. Our work will focus heavily on supporting their:

- Mental and physical health,
- Education, training, and employment opportunities

D2 Youth Zone Limited
(A company limited by guarantee)

TRUSTEE ANNUAL REPORT
For the year ended 31 March 2021

As the influx of emergency funding, which was initially available to the voluntary sector, begins to slow, our efforts will focus on securing funding to enable us to continue to deliver youthwork.

We will continue to attract volunteers from the local community who will support paid staff to deliver a quality youth service.

We plan to take on an apprentice in the next financial year. The young person we employ will be under 25 years, known to the project, be local and show potential to become a youth worker in the future.

5. Preparation of the accounts on a going concern basis

The financial statements have been prepared on a going concern basis. The Trustees have reviewed and considered relevant information, including the annual budget and future cash flows in making their assessment. In particular, in response to the COVID-19 pandemic, the Trustees have revised their forecasts to take into account the impact on the business of possible scenarios brought on by the impact of COVID-19, alongside the measures that they can take to mitigate the impact. Based on these assessments, given the measures that could be undertaken to mitigate the current adverse conditions, and the current resources available, the Trustees have concluded that they can continue to adopt the going concern basis in preparing the annual report and accounts.

6. Reference and administrative details of the charity, its trustees and advisors

Registered charity name	D2 Youth Zone Limited
Charity number	1048939
Company registration number	03085535
Registered office	96-98 East Thorp Newbiggin Hall Estate Newcastle upon Tyne Tyne and Wear NE5 4JD

D2 Youth Zone Limited
(A company limited by guarantee)

TRUSTEE ANNUAL REPORT
For the year ended 31 March 2021

6. Reference and administrative details of the charity, its trustees and advisors (continued)

Trustees and Members of the Board

S Hopper
R Tulip (Vice Chair)
I Smith (Chair)
R D Percival
S L Vincent (resigned 15.01.2020)
Rev. A M Paterson (resigned 31.07.2020)

Independent Examiner

Doug Maltman FMAAT
Connected Voice Business Services Ltd
Higham House
Higham Place
Newcastle upon Tyne
NE1 8AF

Bankers

Barclays Bank PLC

7. Structure, governance and management

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established under a Memorandum of Association, which established the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of a winding up any member (who is a director) undertakes to contribute to the payment of liabilities, such amount as may be required not exceeding the total of £1.

Recruitment and Appointment of the Board

The Directors of the Company are also Trustees for the purposes of charity law and under the company's Articles are also its members. Under the requirements of the Memorandum and Articles of Association, at the Annual General Meeting one-third of the Directors, who are subject to retirement by rotation, shall retire. Retiring Directors can be re-appointed at the Annual General Meeting.

Trustees are selected on the basis of specialist skills and commitment to the objectives and aims of the organisation.

D2 Youth Zone Limited

(A company limited by guarantee)

TRUSTEE ANNUAL REPORT

For the year ended 31 March 2021

Board Induction and Training

New Board Members are introduced to the work of the organisation and informed of their legal roles and responsibilities at an induction meeting. The induction and training programme for new Board Members includes:

- A briefing by the Chair or Chief Executive
- An explanation of roles and responsibilities as a Board Member
- Copies of the main company documents including the Memorandum and Articles of Association and the Financial Statements
- Copy of the business plan and most recent evaluation report
- Copies of recent Board papers including budgets and management accounts
- A copy of the Charity Commission publication "How to be an Effective Trustee"
- A copy of the governance structure.

Risk Management

The Board is responsible for the management of the risks to which the Charity is exposed. A risk register is produced which considers financial, governance and delivery risks.

For each risk, the register identifies:

- Initial risk assessment in terms of impact and likelihood
- Initial risk rating
- Counter measures
- Responsibility / ownership
- Timescale
- Amended risk assessment in terms of impact and likelihood
- Amended risk rating

The Board reviews the risk register throughout the year. Through the counter measures put in place in the risk register and the regular reviews and updates, the Board is satisfied that the major risks identified have been adequately mitigated. It is recognised that this approach can only provide reasonable but not absolute assurance that major risks have been adequately managed.

D2 Youth Zone Limited

(A company limited by guarantee)

TRUSTEE ANNUAL REPORT

For the year ended 31 March 2021

8. Statement of Trustee Responsibilities

The trustees, who are also directors 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, which give a true and fair view of the state of affairs of the charitable company and of incoming resources and application of resources, including the income and expenditure of the charitable company for that year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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 charity will continue in operation.
-

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved by the Board on 11.08.2021 and signed on their behalf by:

R Percival (Treasurer)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

For the year ended 31 March 2021

I report on the financial statements of D2 Youth Zone Limited for the year ended 31 March 2021, which are set out on pages 7 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 ("the Charities Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I 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.

Doug Maltman FMAAT
Connected Voice Business Services Ltd
Higham House
Higham Place
Newcastle upon Tyne
NE1 8AF
Date: 11.08.2021

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES

(INCLUDING SUMMARY INCOME & EXPENDITURE ACCOUNT)

For the year ended 31 March 2021

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Income from:					
Donations and legacies	6	36,454	14,300	50,754	19,816
Charitable activities					
Grants and contracts	7	23,076	34,516	57,592	94,513
Investments	8	11	-	11	42
Total income		59,541	48,816	108,357	114,371
Expenditure on:					
Charitable activities					
Operation of the charity	9	43,619	39,599	83,219	91,985
Total expenditure		43,619	39,599	83,219	91,985
Net movement of funds		15,922	9,217	25,138	22,386
Reconciliation of funds					
Total funds brought forward		47,726	10,213	57,939	35,553
Total funds carried forward		63,648	19,430	83,077	57,939

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 10 to 17 form an integral part of these accounts.

BALANCE SHEET

As at 31 March 2021

	Notes	£	Total 2021 £	£	Total 2020 £
Fixed assets					
Tangible assets	15		-		67
Total fixed assets			-		67
Current assets					
Debtors	16	10,438		3,593	
Cash at bank and in hand	17	73,617		55,361	
Total current assets		84,055		58,954	
Creditors: amounts falling due within one year	18	(978)		(1,082)	
Net current assets			83,077		57,872
Total net assets or liabilities			83,077		57,939
Funds of the charity					
Unrestricted income funds			63,648		47,726
Restricted income funds			19,430		10,213
Total funds			83,077		57,939

The company was entitled to an exemption from audit under s477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act with the respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

The notes on pages 10 to 17 form an integral part of these accounts.

These financial statements were approved by the Board on:

and are signed on its behalf by:

R Percival
Treasurer

11.08.2021

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

2 Basis of accounting

2.1 Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts 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 Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

D2 Youth Zone Limited meets the definition of a public benefit entity under FRS 102.

2.2 Preparation of the accounts on a going concern basis

The charity reported total unrestricted funds at the year end of £63,648 and has already secured a significant amount of funding for the current year. The trustees are of the view that the immediate future of the charity for the next 12 months is secure and that on this basis the charity is a going concern.

Due to the COVID-19 pandemic, it has put pressure on all businesses in 2020. It should be noted that the creditors are being paid when the payments are falling due.

3 Income

3.1 Recognition of income

Income is recognised when the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is more likely than not that the resources will be received and the monetary value can be measured with sufficient reliability

3.2 Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by FRS102 SORP or FRS102.

3.3 Grants and donations

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria of income recognition are met.

3.4 Volunteer help

The value of volunteer help received is not included in the accounts but is described in the trustees' annual report.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

3.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

3.6 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the

4 Expenditure and liabilities

4.1 Liability recognition

Liabilities are recognised when it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

4.2 Charitable activities

Expenditure on charitable activities includes the costs of work and other activities undertaken to further the purposes of the charity and their associated support costs.

4.3 Governance and support costs

Support costs have been allocated between governance cost and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

4.4 Irrecoverable VAT

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

4.5 Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

4.6 Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

5 Assets

5.1 Tangible fixed assets for use by the charity

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis, the charity does not currently have any tangible fixed

Fixture, fittings and equipment

Straight line over five years

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

Analysis of income

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
6 Donations and legacies				
Donations and gifts	5	-	5	63
General grants:				
- Hadrian trust	1,000	-	1,000	-
- Joseph Frazer Strong	1,000	-	1,000	1,000
- Northumbria Police	2,904	-	2,904	-
- Violence Reduction Unit	968	-	968	-
- R W Mann	-	1,000	1,000	1,500
- Harrison Foundation	5,000	-	5,000	-
- One family Foundation	1,151	-	1,151	-
- Police Commissioner's Fund	-	800	800	2,000
- Community Foundation	3,000	-	3,000	-
- Newcastle City Council	950	-	950	253
- Sir James Knott	15,000	-	15,000	15,000
- Big Lottery Fund	-	12,500	12,500	-
- Newcastle Best Summer ever	2,520	-	2,520	-
- True Potential	2,787	-	2,787	-
Other	170	-	170	-
	<u>36,454</u>	<u>14,300</u>	<u>50,754</u>	<u>19,816</u>
7 Charitable activities				
<u>Income from grants</u>				
NCC Ward Committee/Woolsington	-	-	-	3,020
HMRC Job Retention Scheme Grant	7,576	-	7,576	-
BBC Children in Need	-	34,516	34,516	33,537
Ballinger Trust	15,500	-	15,500	28,006
Newcastle Fund	-	-	-	29,950
	<u>23,076</u>	<u>34,516</u>	<u>57,592</u>	<u>94,513</u>
8 Income from investments				
Bank interest	11	-	11	42
	<u>11</u>	<u>-</u>	<u>11</u>	<u>42</u>

Income was £108,357 (2020: £114,371) of which £59,541 was unrestricted or designated (2020: £46,364) and £48,816 was restricted (2020: £68,007)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
9 Charitable activities				
<u>Direct costs</u>				
Salaries	20,718	33,445	54,163	67,010
Redundancy payment	7,979	-	7,979	-
Pensions	4,181	-	4,181	5,185
Sessional workers	2,077	-	2,077	-
Volunteer expenses	-	-	-	57
Staff travel	106	-	106	209
Staff training	500	-	500	252
Payroll fees	613	-	613	431
Activity costs	177	6,154	6,331	12,021
Other expenses	171	-	171	686
<u>Support costs</u>				
Security	107	-	107	85
Cleaning, repairs and maintenance	87	-	87	144
Heat, light and water	2,236	-	2,236	2,348
Insurance	955	-	955	910
Stationery/postage	19	-	19	113
Photocopier	116	-	116	504
Phone/fax	902	-	902	1,069
IT	1,229	-	1,229	-
Membership fees	550	-	550	-
Depreciation	67	-	67	133
<u>Governance costs</u>				
Independent examiner's fees for reporting on the accounts	828	-	828	828
	<u>43,619</u>	<u>39,599</u>	<u>83,219</u>	<u>91,985</u>

Expenditure on charitable activities was £83,219 (2020: £91,985) of which £43,619 was unrestricted or designated (2020: £34,191) and £39,599 was restricted (2020: £57,794)

10 Fees for examination of the accounts

	2021 £	2020 £
Independent examiner's fees for reporting on the accounts	828	828
Other accountancy services paid to the examiner	613	431
	<u>1,441</u>	<u>1,259</u>

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

11 Analysis of staff costs and the cost of key management personnel

	2021	2020
	£	£
Salaries and wages	54,163	64,632
Redundancy payment	7,979	-
Social security costs	393	2,378
Pension costs (defined contribution pension plan)	4,181	5,185
	66,716	72,195

No employee received remuneration above £60,000 (2020: nil)

The key management personnel of the charity, comprise the trustees and the Project Manager . The total employee benefits of the key management personnel of the charity were £29,038 (2020: £29,231).

12 Staff numbers

The average monthly head count was 3 staff (2020: 3 staff) and the average monthly number of full-time equivalent employees during the year were as follows:

	2021	2020
	Number	Number
The parts of the charity in which the employee's work		
Charitable activities	1.5	2.5
	1.5	2.5

13 Transactions with trustees

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Trustees' expenses

No trustee expenses have been incurred in the year.

Transaction(s) with related parties

There have been no related party transactions in the reporting period.

14 Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The employer's pension costs represent contributions payable by the charity to the fund and amount to £4,181 (2020: £5,185). There was £0 outstanding as at 31 March 2021 (2020: £0)

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

	Fixture, fittings and equipment £	Total £
15 Tangible fixed assets		
Cost		
Balance brought forward	666	666
Additions	-	-
Disposals	-	-
Balance carried forward	666	666
Depreciation		
Basis	SL	
Rate	20%	
Balance brought forward	599	599
Depreciation charge for year	67	67
Disposals	-	-
Balance carried forward	666	666
Net book value		
Brought forward	67	67
Carried forward	-	-
16 Debtors and prepayments (receivable within 1 year)		
	2021 £	2020 £
Salary holding account	10,272	3,593
Trade debtors	166	-
	10,438	3,593
17 Cash at bank and in hand		
	2021 £	2020 £
Short term deposits	26,001	23,019
Cash at bank	47,616	32,342
	73,617	55,361
18 Creditors and accruals (payable within 1 year)		
	2021 £	2020 £
Accruals		
Independent examination of accounts	828	828
Other accruals	150	254
	978	1,082

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

19 Events after the end of the reporting period

Due to the COVID-19 pandemic, it has put pressure on all businesses in 2020-21. It should be noted that the creditors are being paid when the payments are falling due. No other significant events affecting the Company since the year end.

20 Analysis of charitable funds

Analysis of movements in unrestricted funds

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	34,172	59,541	(43,619)	-	50,094
Designated funds					
Contingency Fund	13,554	-	-	-	13,554
Totals	47,726	59,541	(43,619)	-	63,648

Purpose of unrestricted funds

General unrestricted fund	The 'free reserves' of the charity
Designated funds	To cover unexpected costs incurred.

Analysis of movement in restricted funds

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
BBC Children in Need	4,306	34,516	(29,038)	-	9,784
Newcastle Fund	4,407	-	(4,407)	-	-
R W Mann	1,500	1,000	-	-	2,500
Police Commissioner's Fund	-	800	(800)	-	-
Big Lottery Fund	-	12,500	(5,354)	-	7,146
Totals	10,213	48,816	(39,599)	-	19,430

Purpose of restricted funds

Restricted funds represent income resources used for a specific purpose within the charity as identified by the donor.

BBC Children in Need	To cover the staffing costs of the Project Manager.
Newcastle Fund	To cover the staffing costs of D2 Youth Zone Limited.
R W Mann	Breaking Bread Project funds.
Police Commissioner's Fund	Funds to support holiday activities.
Big Lottery Fund	To support young people during Covid-19 pandemic.

D2 YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2021

21 Capital commitments

As at 31 March 2021, the charity had no capital commitments (2020 -£nil)

22 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Tangible fixed assets	-	-	-	67
Cash at bank and in hand	54,187	19,430	73,617	55,361
Other net current assets/(liabilities)	9,460	-	9,460	2,511
	<u>63,647</u>	<u>19,430</u>	<u>83,077</u>	<u>57,939</u>