

Hartlepool People Limited
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2022

CENSIS

Chartered accountants
Exchange Building
66 Church Street
Hartlepool
TS24 7DN

Hartlepool People Limited
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2022

	Page
Trustees' annual report (incorporating the director's report)	1
Independent examiner's report to the trustees	4
Statement of financial activities (including income and expenditure account)	5
Statement of financial position	6
Statement of cash flows	7
Notes to the financial statements	8
The following pages do not form part of the financial statements	
Detailed statement of financial activities	18
Notes to the detailed statement of financial activities	20

Hartlepool People Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name Hartlepool People Limited

Charity registration number 1062163

Company registration number 02027732

Principal office and registered office Hartlepool People Centre
Raby Road
Hartlepool
TS24 8AH

The trustees

J A Dinning
C McLoughlin
J Wilson (Resigned 26.10.21)
G Lathan

Company secretary L J Craddy

Independent examiner Censis
Exchange Building
66 Church Street
Hartlepool
TS24 7DN

Hartlepool People Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Structure, governance and management

The charity is constituted as a company limited by guarantee, and is therefore governed by its Memorandum and Articles of Association.

The Recruitment and Appointment of new Trustees

Trustees are elected from the membership at the annual general meeting.

The Induction and Training of Trustees

New trustees undergo an induction to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles, the Management Board and decision making processes, the business plan and the recent financial performance of the charity. During this induction day they meet the staff and other trustees. Trustees are encouraged to attend appropriate training events which will facilitate efficiency and effectiveness in undertaking their roles.

The Organisational Structure of the Charity

The Management Board is made up of at least 3 and not more than 10 trustees. It meets bi monthly and is responsible for providing strategic direction to the charity. A project manager is appointed by the Board to manage the day to day operations of the charity.

Risk Management

The trustees have identified the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that essential action is taken to minimise those risks.

A risk management plan has been introduced as part of the formal risk management process in order to assess organisational risk and implement appropriate strategies. The plan takes into account the types of risk faced by the charity, prioritising them in terms of impact and likelihood of occurrence, and identifying means of mitigating the risks.

Objectives and activities

The charity's object and its principal activity is that of providing low cost social recreational and educational activities for people in the Hartlepool area.

In planning our activities for the year we kept in mind the Charity Commission's guidance on public benefit at our trustee meetings.

The focus of our activities remain the provision of low cost social, recreational and educational activities. The charity achieves this by providing low cost room hire and lots of recreational classes. All facilities are frequently used by the people in the Hartlepool area.

Having purchased the property from which the charity operates the trustees consider that they have secured the building for the public, who greatly benefit from the use of its facilities. The property was previously owned by the local authority who charged an annual rent for the use of the premises. With the assistance of grant funding and a low interest rate mortgage from Hartlepool Revival Ltd, the building was purchased for £150,000.

Hartlepool People Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The People's Centre has been closed for the majority of the year due to the COVID pandemic. The centre has now reopened, we shall continue to provide education, leisure and specialised services to thousands of people per year, either directly or in partnership with other statutory and voluntary agencies. We provide support to victims of crime, and to those who have been affected by rape and abuse. We are a social outlet for those living in isolation, those whose families have grown up, moved away or are bereaved. We offer a lifeline of support and company to many people with low confidence or self-esteem, or who are educationally or emotionally challenged.

Financial review

The statement of financial activities shows a deficit for the year of £4,189.

Restricted reserves amount to £720,912 (that is those funds committed to projects). Included in restricted reserves are Building and fixed assets to the value of £720,912.

The unrestricted funds of the charity at 31 March 2022 amounted to £255,116 of which free reserves (that is those not tied up in fixed assets) amount to £118,754.

Reserve Policy

The trustees have examined the requirement for free reserves, whilst the current level of reserves may prove sufficient, it is the trustees' view that it is prudent to ensure that there are sufficient free reserves at a level which equates to approximately six months unrestricted expenditure. This provides sufficient funds to cover support costs, management and administration, plus any redundancy costs in the event the centre closes. The reserves also need to be adequate to emergency applications for grants which arise from time to time.

The trustees' annual report and the strategic report were approved on 27 July 2022 and signed on behalf of the board of trustees by:

C McLoughlin
Trustee

Hartlepool People Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Hartlepool People Limited

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of Hartlepool People Limited ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Censis
Independent Examiner

Exchange Building
66 Church Street
Hartlepool
TS24 7DN

28 July 2022

Hartlepool People Limited

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2022

			2022		2021
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	29,645	10,000	39,645	75,746
Charitable activities	6	30,794	—	30,794	39,618
Investment income	7	9	—	9	13
Total income		<u>60,448</u>	<u>10,000</u>	<u>70,448</u>	<u>115,377</u>
Expenditure					
Expenditure on charitable activities	8	<u>39,676</u>	<u>34,961</u>	<u>74,637</u>	<u>104,655</u>
Total expenditure		<u>39,676</u>	<u>34,961</u>	<u>74,637</u>	<u>104,655</u>
Net (expenditure)/income and net movement in funds		<u>20,772</u>	<u>(24,961)</u>	<u>(4,189)</u>	<u>10,722</u>
Reconciliation of funds					
Total funds brought forward		234,344	745,873	980,217	969,495
Total funds carried forward		<u>255,116</u>	<u>720,912</u>	<u>976,028</u>	<u>980,217</u>

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

The notes on pages 8 to 16 form part of these financial statements.

Hartlepool People Limited
Company Limited by Guarantee
Statement of Financial Position
31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	13	857,274	879,636
Current assets			
Debtors	14	8,481	1,845
Cash at bank and in hand		111,876	100,327
		<u>120,357</u>	<u>102,172</u>
Creditors: amounts falling due within one year	15	<u>1,603</u>	<u>1,591</u>
Net current assets		<u>118,754</u>	<u>100,581</u>
Total assets less current liabilities		<u>976,028</u>	<u>980,217</u>
Net assets		<u>976,028</u>	<u>980,217</u>
Funds of the charity			
Restricted funds		720,912	745,873
Unrestricted funds		<u>255,116</u>	<u>234,344</u>
Total charity funds	18	<u>976,028</u>	<u>980,217</u>

For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 27 July 2022, and are signed on behalf of the board by:

C McLoughlin
Trustee

The notes on pages 8 to 16 form part of these financial statements.

Hartlepool People Limited
Company Limited by Guarantee
Statement of Cash Flows
Year ended 31 March 2022

	2022	2021
	£	£
Cash flows from operating activities		
Net (expenditure)/income	(4,189)	10,722
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	23,262	23,112
Government grant income	(17,974)	(31,916)
Other interest receivable and similar income	(9)	(13)
<i>Changes in:</i>		
Trade and other debtors	(6,636)	10,456
Trade and other creditors	12	379
Cash generated from operations	(5,534)	12,740
Interest received	9	13
Net cash (used in)/from operating activities	<u>(5,525)</u>	<u>12,753</u>
Cash flows from investing activities		
Purchase of tangible assets	(900)	–
Net cash used in investing activities	<u>(900)</u>	<u>–</u>
Cash flows from financing activities		
Government grant income	17,974	31,916
Net cash from financing activities	<u>17,974</u>	<u>31,916</u>
Net increase in cash and cash equivalents	11,549	44,669
Cash and cash equivalents at beginning of year	<u>100,327</u>	<u>55,658</u>
Cash and cash equivalents at end of year	<u>111,876</u>	<u>100,327</u>

The notes on pages 8 to 16 form part of these financial statements.

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Hartlepool People Centre, Raby Road, Hartlepool, TS24 8AH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

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

Fund accounting

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

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

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

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Tangible assets

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

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Tangible assets *(continued)*

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

Depreciation

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

Freehold property	-	5% straight line
Fixtures and fittings	-	25% straight line

Government grants

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

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

Financial instruments

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

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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

Debt instruments are subsequently measured at amortised cost.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Hartlepool People Limited is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	1,471	–	1,471
Coulthurst Trust	500	–	500
Grants			
Durham Tees Valley	2,700	–	2,700
National Lottery Community Fund	–	10,000	10,000
Goundworks Uk	1,000	–	1,000
The 29th 1961 May Charitable Trust	3,000	–	3,000
Hadrian Trust	2,000	–	2,000
Tees Valley Community Foundation	1,000	–	1,000
Government grant income	17,974	–	17,974
	<u>29,645</u>	<u>10,000</u>	<u>39,645</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	2,061	–	2,061
Grants			
The National Lottery Covid Funding	–	35,769	35,769
Sir James Knott Trust	5,000	–	5,000
Hadrian Trust	1,000	–	1,000
Government grant income	31,916	–	31,916
	<u>39,977</u>	<u>35,769</u>	<u>75,746</u>

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

6. Charitable activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Room hire - footprints	23,582	23,582	30,469	30,469
Classes & room hire	7,212	7,212	8,562	8,562
Other	—	—	587	587
	<u>30,794</u>	<u>30,794</u>	<u>39,618</u>	<u>39,618</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest received	<u>9</u>	<u>9</u>	<u>13</u>	<u>13</u>

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
General Fund	39,676	–	39,676
Freehold Property Fund	–	18,589	18,589
National Lottery Covid Support	–	16,372	16,372
	<u>39,676</u>	<u>34,961</u>	<u>74,637</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
General Fund	56,669	–	56,669
Freehold Property Fund	–	18,589	18,589
National Lottery Covid Support	–	29,397	29,397
	<u>56,669</u>	<u>47,986</u>	<u>104,655</u>

9. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	<u>23,262</u>	<u>23,112</u>

10. Independent examination fees

	2022 £	2021 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>960</u>	<u>960</u>

11. Staff costs

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

	2022 £	2021 £
Wages and salaries	37,796	38,443
Employer contributions to pension plans	479	522
	<u>38,275</u>	<u>38,965</u>

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

11. Staff costs *(continued)*

The average head count of employees during the year was 3 (2021: 3). The average number of full-time equivalent employees during the year is analysed as follows:

	2022	2021
	No.	No.
Charitable activities	2	2
Management	1	1
	<u>3</u>	<u>3</u>

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

12. Trustee remuneration and expenses

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

13. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Total £
Cost			
At 1 April 2021	1,139,406	63,900	1,203,306
Additions	—	900	900
At 31 March 2022	<u>1,139,406</u>	<u>64,800</u>	<u>1,204,206</u>
Depreciation			
At 1 April 2021	260,418	63,252	323,670
Charge for the year	22,788	474	23,262
At 31 March 2022	<u>283,206</u>	<u>63,726</u>	<u>346,932</u>
Carrying amount			
At 31 March 2022	<u>856,200</u>	<u>1,074</u>	<u>857,274</u>
At 31 March 2021	<u>878,988</u>	<u>648</u>	<u>879,636</u>

14. Debtors

	2022	2021
	£	£
Trade debtors	<u>8,481</u>	<u>1,845</u>

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

15. Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	1,035	1,035
Social security and other taxes	365	325
Other creditors	203	231
	<u>1,603</u>	<u>1,591</u>

16. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £479 (2021: £522).

17. Government grants

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

	2022	2021
	£	£
Recognised in income from donations and legacies:		
Government grants income	<u>17,974</u>	<u>31,916</u>

18. Analysis of charitable funds

Unrestricted funds

	At 1 April 2021	Income	Expenditure	At 31 March 2022
	£	£	£	£
General funds	<u>234,344</u>	<u>60,448</u>	<u>(39,676)</u>	<u>255,116</u>

	At 1 April 2020	Income	Expenditure	At 31 March 2021
	£	£	£	£
General funds	<u>211,405</u>	<u>79,608</u>	<u>(56,669)</u>	<u>234,344</u>

Hartlepool People Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

18. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 April 2021 £	Income £	Expenditure £	At 31 March 2022 £
Freehold Property Fund	739,501	–	(18,589)	720,912
National Lottery Community Covid	6,372	10,000	(16,372)	–
	<u>745,873</u>	<u>10,000</u>	<u>(34,961)</u>	<u>720,912</u>

	At 1 April 2020 £	Income £	Expenditure £	At 31 March 2021 £
Freehold Property Fund	758,090	–	(18,589)	739,501
National Lottery Community Covid	–	35,769	(29,397)	6,372
	<u>758,090</u>	<u>35,769</u>	<u>(47,986)</u>	<u>745,873</u>

19. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	136,362	720,912	857,274
Current assets	120,357	–	120,357
Creditors less than 1 year	(1,603)	–	(1,603)
Net assets	<u>255,116</u>	<u>720,912</u>	<u>976,028</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	140,135	739,501	879,636
Current assets	95,800	6,372	102,172
Creditors less than 1 year	(1,591)	–	(1,591)
Net assets	<u>234,344</u>	<u>745,873</u>	<u>980,217</u>

20. Analysis of changes in net debt

	At 1 Apr 2021 £	Cash flows £	At 31 Mar 2022 £
Cash at bank and in hand	<u>100,327</u>	<u>11,549</u>	<u>111,876</u>
