

**Company Number: 3346067
(England and Wales)**

Charity Number: 1063019

VOLUNTARY ACTION NORTH LINCOLNSHIRE LIMITED

(A company Limited by Guarantee)

FINANCIAL STATEMENTS

Year ended

31 MARCH 2022

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for the year ended 31 March 2022**

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**Company Information
for the year ended 31 March 2022**

DIRECTORS	Mr. Allen Ransome (Chair) Mr Donald Campbell Mr. James Truepenny Mrs. Lesley Fowler (resigned 4 March 2022) Mrs. Geraldine Miller (resigned 11 January 2022) Ms. Christine Mason (appointed 15 December 2021)	
SECRETARY	Ms. Carole Phillips (resigned 6 January 2022) Ms. Sian Broughton (appointed 6 January 2022)	
REGISTERED OFFICE	4-6 Robert Street Scunthorpe North Lincolnshire DN15 6NG	
REGISTERED COMPANY NUMBER	3346067	
REGISTERED CHARITY NUMBER	1063019	
INDEPENDENT EXAMINER	Mr Trevor Mark Rackham FCCA Director Rackham's Accountants Limited 3 Melton Enterprise Park Redcliff Road Melton East Yorkshire HU14 3RS	
BANKERS	Lloyds 106 High Street Scunthorpe North Lincolnshire DN15 6HG	CAF Charity Services Kings Hill West Malling Kent ME19 4TA

**Independent Examiner's Report to the Members of
Voluntary Action North Lincolnshire Limited**

I report on the accounts of Voluntary Action North Lincolnshire Limited for the year ended 31 March 2022, which are set out on pages 14 to 33.

Respective responsibilities of trustees and examiner

The trustees (who are also the 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. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Association of Chartered Certified Accountants (ACCA).

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 report

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 matter has come to my attention to indicate that:

- accounting records have not been kept in accordance with section 386 of the Companies Act 2006.
- the accounts do not accord with such records:
- where accounts are prepared on an accruals basis, whether they fail to comply with relevant accounting requirements under section 396 of the Companies Act 2006, or are not consistent with the Charities SORP (FRS102)
- any matter which the examiner believes should be drawn to the attention of the reader to gain a proper understanding of the accounts.

Signature removed for security purposes

Mr Trevor Mark Rackham ACCA

Director

Rackham's Accountants Limited

3 Melton Enterprise Park

Redcliff Road

Melton

East Yorkshire

HU14 3RS

Date: 15 November 2022

**Report of the Board of Trustees (incorporating the Directors' Report)
for the year ended 31 March 2022**

The trustees present their report with the financial statements of the company for the year ended 31 March 2022.

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).

Reference and Administrative Details of the Charity, its Trustees and Advisers

Name of charity: Voluntary Action North Lincolnshire Limited

Charity Registration Number: 1063019

Company Registration Number: 3346067

Registered and principal operating address: 4-6 Robert Street, Scunthorpe
North Lincolnshire, DN15 6NG

Directors and Trustees:

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

Names of trustees (directors) who served during the year and since the year end were as follows:

Mr. Allen Ransome (Chair)
Mr Donald Campbell
Mr. James Truepenny
Mrs. Lesley Fowler (resigned 4 March 2022)
Mrs. Geraldine Miller (resigned 11 January 2022)
Ms. Christine Mason (appointed 15 December 2021)

The company is limited by guarantee therefore none of the directors have an interest in share capital.

Company Secretary: Ms. Carole Phillips (resigned 6 January 2022)
Ms. Sian Broughton (appointed 6 January 2022)

Day to Day Management of the Charity:

Chief Executive: Ms. Carole Phillips (resigned 6 January 2022)
Ms. Sian Broughton (appointed 6 January 2022)

**Report of the Board of Trustees (incorporating the Directors' Report)
for the year ended 31 March 2022**Independent Examiner:**Mr Trevor Mark Rackham ACCA****Director**Rackham's Accountants Limited
3 Melton Enterprise Park
Redcliff Road
Melton
East Yorkshire
HU14 3RSBankers:Lloyds
106 High Street
Scunthorpe
North Lincolnshire
DN15 6HGCAF Charity Services
Kings Hill
West Malling
Kent
ME19 4TA**Structure, Governance and Management**Governing Document:

Voluntary Action North Lincolnshire Limited is a registered charity and a company limited by guarantee governed by its Memorandum and Articles of Association adopted on 19 March 1997, and amended on 7 October 2004, 4 October 2007, 7 October 2010 and 25 November 2020. The company was incorporated on 1 April 1997.

Every member of the Charity undertakes to contribute a maximum of £10 in the event of the charity winding up.

Recruitment and Appointment of Trustees

The trustees form the Executive Committee of the charity and are elected at the Annual General Meeting by the members of the Charity (usually for a three-year term). There is provision for the co-option of additional trustees if required. The board of trustees endeavors to include at least one person with skills or experience in each of the following areas:

- | | |
|---------------|---------------------|
| (1) Legal | (2) Financial |
| (3) Personnel | (4) Health & Safety |

The Articles of Associations state that the number of trustees must be not less than five and no more than fifteen. Towards the end of the accounting period, the resignation of one of the Directors has meant that we are below the requirements of our Governing Document. We are actively looking at recruitment of a new Director, however are also in a period of uncertainty relating to the current exploration of a merger. Our Board of Trustees remains quorate in order to be able to make decisions.

**Report of the Board of Trustees (incorporating the Directors' Report)
for the year ended 31 March 2022**Trustee Induction and Training

All new trustees undergo appropriate induction training, provided by the Chief Executive. Additional training is provided at any point for new and existing trustees, whenever it is considered necessary.

Organisational structure

The board of trustees, which currently meets monthly, manages the Charity, and concentrates on strategic matters. The Chief Executive manages the day-to-day operations of the charity and has authority to delegate as appropriate to other staff members. Ad-hoc committees are set up when the need arises.

Risk Management

The major risks, to which the company is exposed, as identified by the directors, have been reviewed and systems have been established to mitigate those risks.

The organisation has risk management plans in place at 2 levels: Organisational and Strategic risks and delivery risks for those activities which have been assessed as potentially risky e.g., Street Outreach, Family Foundations. The Board have considered and reviewed risk plans and consider that systems and processes put in place to mitigate risks are sufficient and meet the requirements of the Charity Commission and the Charity's insurers.

Objectives and Activities

As set out in the Memorandum of Association, the Charity's objects are;

- (a) to promote any charitable purpose for the benefit of the community in the local government district of North Lincolnshire, and in particular the advancement of education, the protection of health and the relief of poverty, distress and sickness.
- (b) To promote and organise cooperation in the achievement of the above purposes and to that end to bring together in council representatives of the voluntary organisation and statutory authorities within the area of benefit.

This means that the main objects of the charity are promoting, developing and supporting voluntary activity within the community. The principal activities, carried out to achieve these objectives, are the provision of services to member organisations; liaison with statutory, national and major voluntary organisations; representation of local views about service provision; and the development of new services.

Trustees paid due regard to the commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

**Report of the Board of Trustees (incorporating the Directors' Report)
for the year ended 31 March 2022****Main objectives for the year 2022-23**

The main objective for the forthcoming year is to work to sustain and strengthen the support to the wider voluntary sector, including:

- Access additional funding streams to support sustainability of services to the voluntary sector
- To strengthen partnerships with our voluntary sector and statutory partners
- To develop new projects and support opportunities for the voluntary sector and communities across North Lincolnshire
- To develop closer working relationships, partnership working and continue the merger exploration work with East Riding Voluntary Action Services (ERVAS) Ltd to ensure sustainability of voluntary sector support in North Lincolnshire.
- To work with our statutory and VCSE Alliance partners to help meet unmet needs across North Lincolnshire.

Achievements and Performance**Review of Activities 2021-2022**

This has been a difficult year for Voluntary Action North Lincolnshire. During the year we saw the end of our National Lottery Community Fund and Lloyds TSB funded work with families in recovery from substance misuse. Unfortunately further funding was not available to continue this work which led to the service closing during the year.

Due to ongoing difficulties in relation to accessing funding and the reduced capacity of the organisation which has been exacerbated because of the Covid-19 pandemic, during the year we took the decision to our members regarding possible closure. Our members are so supportive of the organisation and of the work that we do, that they tasked us with looking at options for sustainability and a steering group of members came forward to look at this task. As part of this work the steering group looked at potential merger opportunities and after reviewing the services of VANL and other organisations made the recommendation to explore a merger with a similar infrastructure organisation, East Riding Voluntary Action Services (ERVAS) Ltd due to them having similar activities and ethos. We undertook consultation with members and focus groups which all came back very positive. As a result with the retirement of our long serving Chief Executive in January, it was decided to explore a shared CEO model and increased partnership working between the two organisations to ensure that there was good strategic fit with the intention of taking the vote for merger to our membership in the next accounting period if this arrangement is suitable.

**Report of the Board of Trustees (incorporating the Directors' Report)
for the year ended 31 March 2022**Review of Activities 2021-2022 - Continued

Our achievements:

- Continued to deliver Move Employability activity.
- Continued to support the voluntary sector with finance services: including payroll, bookkeeping and year end; including Independent Examinations
- Continued to support the Community of Winterton as Local Trusted Organisation for Winterton 2022; Big Local project, helping them to manage and deliver their activities.
- Distributed £250 hardship grants on behalf of the Scunthorpe Rotary Club
- Delivered funding and development support to the VCSE to increase their governance and sustainability requirements
- Delivered activity to support the VCSE in providing activities for people on a social prescrip
- Continued to raise the voice and influence of the VCSE wherever we can, including through the VCSE Alliance as a vehicle for:
 - Facilitating and strengthening the engagement and empowerment of people and communities, including hard to reach groups, in influencing the development, delivery and improvement of services, creating resilient and sustainable communities
 - Building new, and strengthening existing, positive relationships with statutory bodies, other voluntary and community organisations and potential private sector partners
 - Creating efficiencies in service delivery by working more closely together, avoiding duplication where possible
 - Jointly market and promote the role, services and outcomes of individual member organisations and the wider voluntary and community sector and partners
 - Working together to build the capacity and sustainability of the sector and to deliver services collectively, and in cooperation with the aim of closing gaps and improving provision
 - Unlock and attract new local, regional, and national resources and funding for the area in support of service delivery by the voluntary and community sector and partners.

Although Carole Phillips has stepped down from the CEO role with Voluntary Action North Lincolnshire, she has continued to work with us in a voluntary capacity supporting on an application to the National Lottery Community Fund for the development of Best Start for All, a partnership project between VANL, Westcliff Community Works, Crosby Community Association and North Lincolnshire Mind which takes into account the learning from the Family Foundations project. We would like to thank Carole Phillips for all of the work that she has done for VANL over her 20 years of service and the continued support she provides to the organisation.

Report of the Board of Trustees (incorporating the Directors' Report) for the year ended 31 March 2022

Towards the end of the financial year we had some very welcome news from North Lincolnshire Council who have agreed to provide a 3 year grant to support Capacity Building for the VCSE from the 1st April 2022 and a 1 year grant to support the development of a youth volunteering scheme and Capacity Building for VCSE organisations working with young people. We will start the recruitment in the next financial period. We also received a grant for the provision of training for VCSE organisations and volunteers within the community. This has been deferred into the next accounting period when the project will start.

Statement of grant making policy.

Grants are only made by the organisation within the criteria laid down by the funding bodies providing the grant money. The grants are administered by an independent grant review panel.

During the year VANL was the Local Development Organisation for the Winterton 2022 Big Local area and administered grants on their behalf. The funding was provided by Local Trust for distribution to voluntary sector/not for profit organisations.

During the year, the following grants were provided from this funding:

Organisation	Purpose	Amount £
Winterton Bowling Club	Contribution to club house	6,019
Winterton Bowling Club	Folding table, chairs and trolleys (paid direct to supplier)	3,023
Winterton Women's Institute	Start-up grant	500
Winterton Bowling Club	Vacuum Cleaner	200
Winterton Beaver Scout Group	Replacement Equipment Grant	1,151
Winterton Bowling Club	Security Lighting (paid direct to supplier)	1,400
Winterton Christian Outreach	Support and equipment for Cornerstone Cafe	2,200
Café Indie	Inspection and preparation of report for commercial building (paid direct to supplier)	1,800
Ongo Communities	Apprenticeship Grants	26,150
		<u>42,443</u>

In addition, a partnership between VANL and the Scunthorpe Rotary Club continued to provide hardship grant for individuals. VANL Distributed £250 hardship grants to 4 individuals through agencies working with them.

**Report of the Board of Trustees (incorporating the Directors' Report)
for the year ended 31 March 2022****Financial Review**Reserves policy

It is the policy of the Executive Committee to retain within designated reserves sufficient reserves to cover the expenditure of the core functions for three months as agreed by the Trustees in the current year, previously this was six months. General Funds are to be retained and reinvested in accordance with the Company's Memorandum of Association and the Charity's objectives contained therein.

Designated Fund – Core Functions

The costs in respect of the core functions in the year under review were £97,336. Accordingly, a balance of £24,334 is retained within designated reserves which represents three months of the value of the costs. £7,308 was transferred from the general funds (see note 16 of the accounts).

Designated Fund – Property

In April 2011 the Company purchased the property it occupies and holds funds in a Property fund to cover the costs of improving and maintaining the property. This designated reserve is £10,000.00.

Investment Policy

At the beginning of the year the company held investments with the Charity Aid Foundation Bank to produce income and capital growth in a manner that is consistent with the Company's stated charitable objectives and ethical standpoint.

Statement of disclosure of information to Independent Examiner

We, the directors of the company who held office at the date of approval of these financial statements, each confirm so far as we are aware, that:

- there is no relevant information of which the company's Independent Examiner is unaware; and
- We have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant information and to establish that the company's Independent Examiner is aware of that information.

**Report of the Board of Trustees (incorporating the Directors' Report)
for the year ended 31 March 2022****Statement of directors' responsibilities**

Company law requires the directors 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 the excess or deficit of income over expenditure of the charitable company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently.
- make judgements and estimates that are reasonable and prudent.
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue to operate.

The directors confirm that the accounts comply with the above requirements. The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Independent Examiner of Accounts

Due to starting to explore a merger with East Riding Voluntary Action Services (ERVAS) Limited, a change of Independent Examiner was required. The Board appointed Mr T M Rackham FCCA of Rackhams Accountants as Independent Examiner during the year.

Small company provisions

This report has been prepared taking advantage of the small companies' exemption of section 415A of the Companies Act 2006.

By order of the Board on 15 November 2022

Signature removed for security purposes

Mr Allen Ransome - **Chairman**

**Income and Expenditure Account
for the year ended 31 March 2022**

		2022	2021
	Notes	£	£
INCOME		230,684	296,815
EXPENDITURE		<u>(269,129)</u>	<u>(302,810)</u>
OPERATING (DEFICIT)/SURPLUS	9	(38,445)	(5,995)
Interest receivable and similar income	10	1,499	1,508
Profit/(Loss) on investments		<u>(3,692)</u>	<u>2,358</u>
(DEFICIT)/SURPLUS FOR THE YEAR		(40,638)	(2,129)
RESERVES BROUGHT FORWARD		<u>367,425</u>	<u>369,554</u>
RESERVES CARRIED FORWARD		<u>326,787</u>	<u>367,425</u>

Total income (including bank interest) comprises £38,885 (2021: £58,986) for unrestricted funds and £193,298 (2021: £239,337) for restricted funds. A detailed analysis of income by source is provided in the statement of financial activities.

The deficit for the year of £40,638 (2021: deficit £2,129) comprises a deficit of £29,191 (2021: surplus £38,938) for unrestricted funds and a deficit of £11,447 (2021: deficit £41,067) for restricted funds, as shown in the statement of financial activities.

There are no recognised gains and losses other than those passing through the income and expenditure account. The income and expenditure account has been prepared on the basis that all operations are continuing operations.

The notes on pages 16 to 32 form part of these financial statements.

**Statement of Financial Activities
for the year ended 31 March 2022**

		2022		2022	2022	2021		2021	2021
		Unrestricted Funds		Restricted Funds	Total Funds	Unrestricted Funds		Restricted Funds	Total Funds
	Note	Designated	General	Funds	Funds	Designated	General	Funds	Funds
		£	£	£	£	£	£	£	£
Income									
Grants, donations and legacies	3	-	5,401	193,298	198,699	-	30,689	239,337	270,026
Charitable activities	4	-	11,350	-	11,350	-	13,092	-	13,092
Other trading activities	5	-	20,635	-	20,635	-	13,697	-	13,697
Investments	10	-	1,499	-	1,499	-	1,508	-	1,508
Total Income		-	38,885	193,298	232,183	-	58,986	239,337	298,323
Expenditure									
Charitable activities	6	-	(97,336)	(171,793)	(269,129)	-	(68,109)	(234,701)	(302,810)
Total Expenditure		-	(97,336)	(171,793)	(269,129)	-	(68,109)	(234,701)	(302,810)
Net income/(expenditure) before transfers		-	(58,451)	21,505	(36,946)	-	(9,123)	4,636	(4,487)
Transfers between Funds		7,308	(6,374)	(934)	-	(19,044)	17,841	1,203	-
Management Fees & Full cost recovery recharges			32,018	(32,018)	-	-	46,906	(46,906)	-
Total Transfers between Funds	17	7,308	25,644	(32,952)	-	(19,044)	64,747	(45,703)	-
Net income/(expenditure) before other recognised gains and losses		7,308	(32,807)	(11,447)	(36,946)	(19,044)	55,624	(41,067)	(4,487)
Net Gains/(losses) on investment	13	-	(3,692)	-	(3,692)	-	2,358	-	2,358
Net movement in funds		7,308	(36,499)	(11,447)	(40,638)	(19,044)	57,982	(41,067)	(2,129)
Reconciliation of Funds:									
Funds brought forward at 1 April		27,026	322,547	17,852	367,425	46,070	264,565	58,919	369,554
Total funds carried forward at 31 March	17	34,334	286,048	6,405	326,787	27,026	322,547	17,852	367,425

The notes on pages 16 to 32 form part of these financial statements.

**Balance Sheet
as at 31 March 2022**

	Notes	£	2022 £	£	2021 £
Fixed Assets					
Tangible Assets	12		191,333		192,497
Investments	13		49,330		51,541
			<u>240,663</u>		<u>244,038</u>
Current Assets					
Debtors	14	137,084		4,697	
Cash at bank and in hand		<u>156,133</u>		<u>184,200</u>	
		<u>293,217</u>		<u>188,897</u>	
Creditors: Amounts falling due within one year	15		<u>(207,093)</u>	<u>(65,510)</u>	
Net Current Assets			<u>86,124</u>		<u>123,388</u>
Total Assets less Current Liabilities			<u>326,787</u>		<u>367,425</u>
Financed by:					
Restricted funds	17		6,405		17,852
Unrestricted funds:					
Designated funds	16		34,334		27,026
Other Charitable funds	17		<u>286,048</u>		<u>322,547</u>
			<u>326,787</u>		<u>367,425</u>

For the year ending 31 March 2022 the company 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 accounts 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 accounts.
- These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved by the Board on 15 November 2022

Signature removed for security purposes

Mr. A Ransome – Chairman

The notes on pages 16 to 32 form part of these financial statements.

**Notes to the Financial Statements
for the year ended 31 March 2022****1. Accounting Policies****1.1 Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the provisions of the Statement of Recommended Practice "Accounting and Reporting by Charities" (FRS102) (effective January 2019) and other applicable accounting standards have been implemented wherever possible, having regard to the overriding requirement that the accounts should comply with the Companies Act 2006.

The company has chosen not to adopt Financial Reporting Standard 102 in its treatment of the redundancy provision shown in Note 13. Adherence to FRS 102 would have resulted in no provision being made in the financial statements and no disclosure being made. As a result of non-adoption of FRS 102 the Balance Sheet total is understated by £6,516 (2021: £17,933) and the Net Movement of Funds as reported in the Statement of Financial Activities is understated by £11,417 (2021: overstated £617).

In addition, grants and contracts received of a revenue nature are accounted for on the accruals basis and credited to Incoming Resources in the Statement of Financial Activities when the company is legally entitled to the income, the amount can be quantified with reasonable accuracy and the grant relates to the relevant time period. Therefore, grants received in advance may be deferred to future time periods. This is a departure from the Charities SORP (FRS102) in order to ensure that the accounts of the Charity provide a "True and Fair" view. The Trustees considered the requirement to recognise income when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received, and the amount can be measured reliably. Due to some grants/contracts being received in advance this would distort the Net Surplus/(Deficit) figures which could jeopardise the Charity's position when applying for contracts. All deferred income is shown in Note 15. (b).

1.2 Company status

The charity is a company limited by guarantee. The members of the company are the directors named on page 3.

**Notes to the Financial Statements
for the year ended 31 March 2022****1.3 Income**

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received, and the amount can be measured reliably.

Services provided, investment income and rents are accounted for on the accrual's basis. Other income is accounted for when received. All income is shown gross with associated costs included in expenditure.

Grants received to fund the purchase of fixed assets are credited to the Statement of Financial Activities when the Company is legally entitled to the income. The related expenditure is charged to Fixed Assets in the Balance Sheet.

Grants received of a revenue nature are accounted for on the accruals basis and credited to Incoming Resources in the Statement of Financial Activities when the company is legally entitled to the income, the amount can be quantified with reasonable accuracy and the grant relates to the relevant time period. Therefore, grants received in advance may be deferred to future time periods. This is a departure from the Charities SORP (FRS102) in order to ensure that the accounts of the Charity provide a "True and Fair" view. The Trustees considered the requirement to recognise income when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received, and the amount can be measured reliably. Due to the payment of some grants received in advance this would distort the Net Surplus/(Deficit) figures which could jeopardise the Charity's position when applying for contracts.

Grants received and held by the Company prior to making grants to smaller charitable concerns are treated as deferred income. The Trustees considered the requirement to recognise income when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received, and the amount can be measured reliably. Due to the payment of some grants received in advance this would distort the Net Surplus/(Deficit) figures which could jeopardise the Charity's position when applying for contracts.

1.4 Resources expended.

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate costs related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of the resources.

**Notes to the Financial Statements
for the year ended 31 March 2022****1.5 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation on other assets is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life (except as detailed below) as follows:

Land and Buildings	Valued at Market Value
Computer Equipment	33% on the straight-line basis
Office Equipment	25% on the straight-line basis
Motor Vehicle	33% on the straight-line basis

1.6 Fund accounting

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors. Restricted funds are accounted for separately to each other and to the core funding of the company.

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the directors for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

1.7 Investments

Investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses on the revaluations and disposals throughout the year.

1.8 Operating leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred.

1.9 Going Concern.

The financial statements have been prepared on a going concern basis.

2. Income and Expenditure Account

The company is a registered charity and so achievements cannot be measured by normal commercial criteria. Accordingly, the Directors consider that it would be inappropriate to present a Profit and Loss Account in one of the formats set out in the Companies Act 2006. Therefore, as permitted by the Companies Act, in order to reflect the special nature of the company's activities, the Directors are of the opinion that it would be more appropriate to present an Income and Expenditure Account.

**Notes to the Financial Statements
for the year ended 31 March 2022**

3. Donations, grants and legacies

	2022	2022	2022	2021	2021	2021
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	Funds	Funds	Funds	Funds	Funds	Funds
	£	£	£	£	£	£
Grants	2,901	193,298	196,199	27,869	238,337	266,206
Donations	-	-	-	-	1,000	1,000
Membership fees	2,500	-	2,500	2,820	-	2,820
	<u>5,401</u>	<u>193,298</u>	<u>198,699</u>	<u>30,689</u>	<u>239,337</u>	<u>270,026</u>

4. Income from charitable activities

	2022	2022	2022	2021	2021	2021
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	Funds	Funds	Funds	Funds	Funds	Funds
	£	£	£	£	£	£
Services to the VCSE	10,536	-	10,536	12,932	-	12,932
Training	800	-	800	160	-	160
Common Treasury	14	-	14	-	-	-
	<u>11,350</u>	<u>-</u>	<u>11,350</u>	<u>13,092</u>	<u>-</u>	<u>13,092</u>

**Notes to the Financial Statements
for the year ended 31 March 2022**

5. Income from other trading activities

	2022 Unrestricted Funds £	2022 Restricted Funds £	2022 Total Funds £	2021 Unrestricted Funds £	2021 Restricted Funds £	2021 Total Funds £
Rent and Miscellaneous	20,635	-	20,635	13,697	-	13,697
	<u>20,635</u>	<u>-</u>	<u>20,635</u>	<u>13,697</u>	<u>-</u>	<u>13,697</u>

6. Total Expenditure

(a) Analysis of total expenditure - Charitable Activities

	2022 Unrestricted Funds £	2022 Restricted Funds £	2022 Total Funds £	2021 Unrestricted Funds £	2021 Restricted Funds £	2021 Total Funds £
Staff Costs	76,518	100,454	176,972	47,533	153,643	201,176
Volunteer Expenses & DBS Checks	676	390	1,066	336	8	344
Premises & Office Costs	18,269	2,180	20,449	13,255	2,330	15,585
Staff Training	396	2,560	2,956	460	-	460
Travel	39	986	1,025	154	395	549
Grants Given out	-	42,693	42,693	-	54,074	54,074
Project costs	-	15,298	15,298	-	21,062	21,062
Accountancy Fees	992	-	992	2,004	-	2,004
Consultancy Fees	-	280	280	-	-	-
Professional & Legal Fees	296	5,938	6,234	4,217	2,175	6,392
Depreciation	150	1,014	1,164	150	1,014	1,164
Total unrestricted expenditure	<u>97,336</u>	<u>171,793</u>	<u>269,129</u>	<u>68,109</u>	<u>234,701</u>	<u>302,810</u>

**Notes to the Financial Statements
or the year ended 31 March 2022****7. Staff Costs**

	Total 2022 £	Total 2021 £
Wages and salaries	142,270	183,063
Social Security	5,524	6,856
Employers Pension Contributions	2,555	3,323
Redundancy payments	16,572	8,551
Redundancy Provision adjustments	(11,417)	(617)
CEO Secondment	6,714	-
Outsourced Payroll services	3,468	-
Outsourced Bookkeeping & Accountancy	11,286	-
	<u>176,972</u>	<u>201,176</u>

8. Staff Costs Average number of paid staff

		2022		2021	
		Heads	Full time equivalent	Heads	Full time Equivalent
Project staff	- full time	-	-	-	-
	- part time	9	5	13	4
Administration	- full time	-	-	-	-
	- part time	4	3	7	3
		13	7	20	7

There are no higher paid staff.

9. Operating surplus

The operating surplus is arrived at after charging:

	Total 2022 £	Total 2021 £
Depreciation – owned assets	1,164	1,164
Directors' emoluments	-	-
Directors' travelling expenses	-	-
Independent Examiner's remuneration	992	1,000
	<u>2,156</u>	<u>2,164</u>

**Notes to the Financial Statements
for the year ended 31 March 2022****10. Interest receivable and similar income**

	Total 2022	Total 2021
	£	£
Distributions on listed unit trusts	-	-
Interest on Bonds	1,481	1,464
Bank interest	18	44
	<u>1,499</u>	<u>1,508</u>

11. Taxation

As a charity the company is exempt from Corporation Tax.

12. Tangible Fixed Assets

	Freehold Land & Buildings	Contents & Equipment	Total
	£	£	£
Cost			
At 1 April 2021	190,200	29,674	219,874
Additions	-	-	-
Disposals	-	-	-
At 31 March 2022	<u>190,200</u>	<u>29,674</u>	<u>219,874</u>
Depreciation			
At 1 April 2021	-	27,377	27,377
Charge for the year	-	1,164	1,164
On disposals	-	-	-
At 31 March 2022	<u>-</u>	<u>28,541</u>	<u>28,541</u>
Net Book Value			
At 31 March 2021	<u>190,200</u>	<u>2,297</u>	<u>192,497</u>
At 31 March 2022	<u>190,200</u>	<u>1,133</u>	<u>191,333</u>

In April 2011 the Company purchased the freehold to its premises. The freehold property has been retained at market value which coincidentally is the same as the original purchase cost. A designated property reserve has been created to provide for expenditure which may be required.

13. Investments

	IM CAF Fixed Interest	Total 2022
	£	£
Market value at 1 April 2021	51,541	51,541
Income reinvested	1,481	1,481
Decrease in market value	(3,692)	(3,692)
Market value at 31 March 2022	<u>49,330</u>	<u>49,330</u>

**Notes to the Financial Statements
for the year ended 31 March 2022****14. Debtors**

	2022	2021
	£	£
Trade debtors	117,313	3,393
Prepayments and accrued income	19,771	1,304
	<u>137,084</u>	<u>4,697</u>

15. Creditors: Amounts falling due within one year

	2022	2021
	£	£
Trade creditors	63	687
Accruals	2,108	2,116
Deferred income	198,406	44,774
Other taxes and social security	-	-
Other creditors: redundancy provision	6,516	17,933
	<u>207,093</u>	<u>65,510</u>

15. b Deferred Income

The following income has been deferred into future years:

Income	Reason	Total 2022 £	Total 2021 £
Lincolnshire Community Foundation – Alliance Funding	Received in advance for next accounting year (matching concept)	-	3,500
Family Foundations Lloyds	Received in advance for next accounting year (matching concept)	-	9,429
Humber & Wolds	Received in advance for next accounting year (matching concept)	-	2,500
Winterton 2022	Received in advance for next accounting year (matching concept)	215	9,272
Social Prescribing	Received in advance for next accounting year (matching concept)	8,500	19,066
Capacity Builder	Received in advance for next accounting year (matching concept)	113,000	-
National Lottery – Volunteer Centre	Received in advance for next accounting year (matching concept)	10,000	-
Community Youth	Received in advance for next accounting year (matching concept)	66,179	-

Notes to the Financial Statements for the year ended 31 March 2022			
Net Covid 19	Fixed Asset Funding to be released in line with Depreciation (matching concept)	186	366
National Lottery Community Fund – Funding Advice	Fixed Asset Funding to be released in line with Depreciation (matching concept)	154	302
Social Prescribing	Fixed Asset Funding to be released in line with Depreciation (matching concept)	172	339
		198,406	44,774

16. Designated funds

	Core Costs Reserve	Property Fund	Total 2022	Total 2021
	£	£	£	£
Balance at 01 April 2021	17,026	10,000	27,026	46,070
From/Released to general Funds	7,308	-	7,308	(19,044)
Balance at 31 March 2022	<u>24,334</u>	<u>10,000</u>	<u>34,334</u>	<u>27,026</u>

A brief description of the designated funds is shown below:

Core Costs Reserve

VANL maintains a designated core costs reserve to ensure a sufficient buffer to enable effective financial decision-making rather than short term decisions. The Executive Committee decided for this to be three months core running costs.

Property Fund

VANL have property fund of £10,000 which is for maintenance of the building.

17. Accumulated funds

	Unrestricted funds			Total
	Designated Funds	General funds	Restricted Funds	
	£	£	£	£
Balance at 01 April 2021	27,026	322,547	17,852	367,425
Movement in funds for the year	-	(62,143)	21,505	(40,638)
Transfers for Recharges		32,018	(32,018)	-
Transfers between funds	7,308	(6,374)	(934)	-
Balance at 31 March 2022	<u>34,334</u>	<u>286,048</u>	<u>6,405</u>	<u>326,787</u>

**Notes to the Financial Statements
for the year ended 31 March 2022**

Accumulated funds: Analysis of net assets between funds

	Unrestricted funds		Restricted	Total
	Designated Funds	General funds	Funds	
	£	£	£	£
Fixed assets	-	190,287	1,046	191,333
Current assets	34,334	104,480	203,733	342,547
Current liabilities	-	(8,719)	(198,374)	(207,093)
Net Assets	<u>34,334</u>	<u>286,048</u>	<u>6,405</u>	<u>326,787</u>

**Notes to the Financial Statements
for the year ended 31 March 2022**

**17. Accumulated funds (continued)
Restricted Funds**

	Balance at 01 April 21	Incoming	Outgoing	Full Cost Recovery/ Management Recharges	Transfers	Balance at 31 March 22
	£	£	£	£	£	£
BABES Volunteers	598	-	-	-	-	598
National Lottery Community Fund Funding Advice Volunteer Centre	8,682	148	(8,716)	(103)	(11)	-
National Lottery Community Fund and European Structural funds - BBO Project – Move	472	23,037	(20,647)	(3,105)	1,004	761
National Lottery Community Fund - Family Foundations North Lincs	6,335	(5,700)	(309)	-	-	326
Family Foundations Lloyds	351	9,429	(6,172)	(1,681)	(1,927)	-
D&A Users & Carers	700	-	-	-	-	700
Health Trainers	143	-	-	-	-	143
HCV VCSE Steering Group Nth Lincs Alliance	-	2,500	(1,500)	(1,000)	-	-
Lincolnshire Com Foundation Alliance	-	3,500	(3,500)	-	-	-
NET Covid 19	-	180	(180)	-	-	--
NLC Shaping Places	-	2,180	(1,280)	-	-	900
Winterton 2022 – Big Local Fund	-	132,636	(110,177)	(22,492)	-	(33)
Humber Coast & Vale Suicide Prevention	-	2,815	-	-	-	2,815
Sanctuary Breaks	326	-	(126)	-	-	200
Scunthorpe Rotary Club	245	-	(250)	-	-	(5)
Social Prescribing	-	22,573	(18,936)	(3,637)	-	-
	<u>17,852</u>	<u>193,298</u>	<u>(171,793)</u>	<u>(32,018)</u>	<u>(934)</u>	<u>6,405</u>

**Notes to the Financial Statements
for the year ended 31 March 2022****17. Accumulated funds continued – Restricted Funds**

A brief description of each of the restricted funds is given below. Full Cost Recovery/Management Recharges are based on the amounts negotiated with each funder at the point of applying for funds:

BABES volunteers

Restricted funding was received from North Lincolnshire Council to provide expenses for volunteers to support mums with maintaining breastfeeding.

National Lottery Community Fund Funding Advice Volunteer Centre

COVID-19 emergency funded project 'Supporting North Lincolnshire' aimed to help VANL and the wider sector survive the impact of loss of income due to COVID-19 by sustaining and developing support for the VCSE to enhance the respond to the crisis. This project has enabled VANL to re-start volunteering brokerage to make the most of the volunteers coming forward to help, and provide community development and funding support to the sector to help it not only survive the crisis but also respond the new needs, including the need to work in a different way. The project also supported the development of the VCSE Alliance.

A transfer of £11 was made to Core for residual funds at the end of the project in agreement with the funder.

National Lottery Community Fund and European Structural funds - BBO Project – Move

The Greater Lincolnshire Move Project is a partnership project led by Urban Challenge and funded by European Structural Funds matched with funding by the National Lottery Community Fund. The Building Better Opportunities project aims to help those people furthest away from employment to identify, address and overcome barriers to finding paid work.

A transfer of £1,004 was made to this project to cover the costs of the mobile phone expenditure which was disallowed.

**Notes to the Financial Statements
for the year ended 31 March 2022****17. Accumulated funds continued – Restricted Funds****National Lottery Community Fund Family Foundations North Lincs**

Restricted funding was received from the National Lottery Community Fund for the Family Foundations project which has been designed by parents and partner agencies to support parents who are in or committed to recovery from drugs and or alcohol addictions.

The service helps parents to decide on their life goals in many areas of their life, including:

- Gaining new skills through coaching, learning, or volunteering,
- Meeting new people,
- Trying new activities,
- Support with Parenting and overcoming parenting problems,
- Support to solve problems e.g., managing debt, helping with budgets,
- Supporting access to other services,
- And of course, supporting recovery, not just from addictions but also situations like depression and loneliness.

At the end of the project the balance of the funds were returned to the funder.

Family Foundations Lloyds

This grant matched the residue of National Lottery Community Fund Reaching Communities Funding for Family Foundations, to extend the funding and impact of the work of the project supporting families in which 1 or more parents or carers are in recovery from substance misuse. The funding enabled the Team to change to meet the needs emerging as a result of the pandemic and to transform the support to enable it to continue, despite the lock down situation.

A transfer of £1,927 was made to Core for residual funds at the end of the project in agreement with the funder.

D&A Users & Carers

The Drug & Alcohol Users & Carers residue of funding to provide training, small travel and subsistence expenses for volunteers and Carers.

Health Trainers

The Health Trainer Program project is funds received from the North Lincolnshire NHS CCG and North Lincolnshire Council to fund volunteer expenses incurred in supporting the Health Trainer service.

**Notes to the Financial Statements
for the year ended 31 March 2022****17. Accumulated funds continued – Restricted Funds (continued)****HCV VCSE Steering Group Nth Lincs Alliance**

This grant was administered by HWRCC to match the funding from National Lottery Community Fund Covid fund as above and Lincolnshire Community Fund. The funding contributed to the costs of consultancy work focused on the development of the North Lincolnshire VCSE Alliance to support it to consolidate the position it had achieved over the pandemic as key Place Partner and develop to enhance its role moving forward

NET Covid 19

This funding from the National Emergencies Trust helped VANL to mobilise really quickly to support the sector to respond to the pandemic situation and to gather information on what that impact was to feed into national, regional and local structures, including the National Emergencies Trust, the North Lincolnshire Place Partnership and NAVCA. Outcomes included setting up a information sharing site for the sector and volunteers and the at least twice weekly updates on emergency funding to support the sector through the crisis, government and Charity Commission Guidance and much more.

Winterton 2022 – Big Local Fund

We have continued to support Winterton 2022 as their Local Trusted Organisation and our role is to support them to develop ideas into activities and administer the project and manage the funds. The Town was awarded £1 million of National Lottery Community Fund funding managed by The Big Local Trust to take forward their 10-year plan.

Humber Coast and Vale Suicide Prevention

Funding was received from the Humberside Coast and Vale for Suicide Prevention work in Winterton.

Sanctuary Breaks

VANL received funding to employ a Coordinator to deliver the project. The Sanctuary Breaks scheme is a project of the Greater Lincolnshire Area of Sanctuary. The scheme offers day-long, weekend or week-long breaks in Greater Lincolnshire for asylum seekers/refugees from dispersal cities/towns (such as Leeds, Leicester, Doncaster). Asylum seekers/refugees are placed with host families and enjoy practicing English, learning about English culture, trips to the seaside and into the countryside, and engaging with a welcoming, local community through shared activities.

**Notes to the Financial Statements
for the year ended 31 March 2022****17. Accumulated funds continued – Restricted Funds (continued)****Scunthorpe Rotary Club**

The Scunthorpe Rotary Club donated funds to create a Small Grant Fund managed by VANL to provide essential items to vulnerable people who fall outside government identified and supported groups during the pandemic and lockdown. Applications were accepted from people who under normal circumstances would be able to afford to purchase the items, however due to the situation, or because they are not able to leave the house because they are in a vulnerable group outside of shielding, or are ill or self isolating because of exposure to the virus and/or have no access to remote payments.

Grants were used to purchase food, furniture in the case of re-housing and communications equipment so people could access medical/mental health support and children could take part on on-line schooling.

During the year 4 grants were provided to individuals in need through an agency supporting them.

Social Prescribing

This project enables more people to link into community activities via a social prescription, by:

- Identifying local community services, groups and VCSE organisations across North Lincolnshire to raise awareness of the breadth and depth of voluntary activity in our Towns and villages to support Link Workers to help people to access community based activities.
- Supporting groups to overcome any challenges by providing a range of support where required, such as funding support, digital support, trusteeship and governance, setting up a new charitable organisation and project planning.
- Identifying gaps in local community activities and services and encouraging commissioners, local funders to support the development of diverse new community groups, ensuring those people from hard to reach communities and those with multiple disadvantage needs are reached.
- Supporting the VCSE sector with best practice policy and governance requirements, referral and management processes to ensure effective working with the link workers.

18. Contingent liabilities

There were no contingent liabilities.

**Notes to the Financial Statements
for the year ended 31 March 2022****19. Directors' Remuneration**

There was no remuneration paid to Directors during the year, (2021 - £0).

No remuneration was paid or payable for the year to any other director or to any person or persons known to be connected with any of them.

There was no reimbursement of travel expenses made to directors in respect of the year, (2021 - £0).

20. Other related party transactions

During the year the Company had no related party transactions with its trustees and officers and the organisation they represent on the Board of Voluntary Action North Lincolnshire Limited or alternatively organisations in which they hold an officer position which is not individually represented on the Board of Voluntary Action North Lincolnshire Limited.

21. Members

The liability of the members is limited.

Every member of the Company undertakes to contribute such amount as may be required, not exceeding £10, to the company's assets if it should be wound up while they are a member, or within a year after they cease to be a member. This is for the payment of the Company's debts and liabilities contracted before they ceased to be a member and of the costs, charges and expenses of winding up and for the adjustment of the rights of the contributories among themselves.

If the company is wound up or dissolved and after all its debts and liabilities have been satisfied there remains any property, it shall not be paid to or distributed among the members of the Company but shall be given or transferred to another charity or charities having objectives similar to the objects of the Company.

**Notes to the Financial Statements
for the year ended 31 March 2022****22. Going Concern**

The trustees are conscious that the majority of its funders are either directly or indirectly funded by a series of Government sponsored programs. The Company has taken steps to reduce expenditure and seek to diversify its income savings by providing relevant services and actively seeking alternative funding sources.

Towards the end of the year VANL were awarded a three year contract from North Lincolnshire Council to expand Capacity Building Services for VCSE organisations in North Lincolnshire and a 1 year contract to support the development of Youth Volunteering and Social Action Projects and additional Capacity building activities aimed specifically at VCSE organisations working with young people.

The Trustees are exploring a merger with East Riding Voluntary Action Services (ERVAS) Ltd and toward the end of the year developed a shared CEO model following the retirement of the long standing CEO Carole Phillips, Sian Broughton, was seconded into this position on a part time basis from the beginning of January 2022. The decision whether or not to merge will be taken to the membership in the next accounting period.