

Charity registration number 1068064

Company registration number 03488288 (England and Wales)

DELTA - NORTH CONSETT LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024

DELTA - NORTH CONSETT LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A Watson
	Mr R R Tyerrman
	Mr A Gallagher
	B A Salkeld
	Mrs A Scott
	Rev P Sinclair
	Mr R Convery
	Mr M Innes
	Mr J D Shield
	Mr J Underwood
Secretary	Mr P Hillary
Charity number	1068064
Company number	03488288
Registered office	YMCA Parliament Street
	Consett
	Co Durham
	DH8 5DH
Auditor	TC Group
	12 Bessemer Court
	Hownsgill Industrial Park
	Knitsley Lane
	Consett
	Co Durham
	DH8 7BL

DELTA - NORTH CONSETT LIMITED

CONTENTS

	Page
Trustees' report	1 - 4
Statement of Trustees' responsibilities	5
Independent auditor's report	6 - 9
Statement of financial activities	10
Balance sheet	11
Statement of cash flows	12
Notes to the financial statements	13 - 27

DELTA - NORTH CONSETT LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2024

The Trustees present their annual report and financial statements for the year ended 31 August 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's governing document, the Companies Act 2006 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)".

Objectives and activities

To provide or assist in the provision of social welfare or facilities for recreation, education, training, leisure and advice for men, women and young people with the object of improving their conditions of life.

To provide, improve and manage housing and our activity hostel accommodation for men and women of all ages upon terms appropriate to their means.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

We have again seen some changes within our Curriculum and Teaching and Learning since September to best impact our students. This has included the expansion of our Outdoor Learning curriculum via the Duke of Edinburgh's Award. Mental Health and Safeguarding remain a huge and increasingly difficult area of our role here at Delta Independent School and we continue to work close with all pupils to make sure we are meeting not only the statutory requirements, but the students' needs throughout their time here at Delta.

We are still working in partnership with our local Multi Academy Trust working towards the proposed Trust academisation and continues to be an Alternative Provision as part of this.

The future of Delta Independent School looks bright, and we are excited to continue to see the development and growth of our School throughout the next financial and academic year.

DELTA - NORTH CONSETT LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

Princes Trust Team

The Princes Trust Team Program at Delta North Consett Ltd is a 12-week motivational and self-development course for young people aged 16-25 who are struggling to reach their full potential. The course aims to help young people achieve a positive outcome, such as further education, employment, or volunteering.

Over the 12 weeks, students can complete a nationally recognised qualification at Award Level 1 or 2, depending on their individual needs. Although the course is short, it is packed with activities that challenge students, including a residential experience, community project, team challenges, and a final presentation.

The program has seen an increase in the number of students with mental health and safeguarding needs since the return to post-pandemic life. Staff have worked extremely hard to support students with both their studies and any personal issues.

The program has a strong working relationship with its partner colleges, Derwentside College and Stockton Riverside College. This allows the program to run teams across Durham and the local area.

The program is constantly evaluating emerging areas of need and looking to expand its provision to meet the targets set by its funding colleges. Princes Trust staff are also committed to their professional development.

Hostel:

Since the Covid-19 pandemic the doors of our hostel continue to remain closed. There are currently no plans to reopen.

Delta North Consett Limited Boxing Club

Consett Delta ABC has continued to be well attended and an increasingly busy part of the Charity with the numbers of young people and older people showing interest increasing monthly. Since the reopening we have seen a substantial increase of young people wanting to attend our gym and we have some exciting plans for the future of Delta ABC.

Financial review

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The charity determines that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

DELTA - NORTH CONSETT LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

Investment policy

The Charity holds investments in order to generate cash should the Charity be in need of it.

Major risks

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The Charity is a company limited by guarantee.

Chairman - Mr A Watson

General Manager - Mr N Curran

Mr A Watson

Mr R R Tyerrman

Mr A Gallagher

B A Salkeld

Mrs A Scott

Rev P Sinclair

Mr R Convery

Mr M Innes

Mr J D Shield

Mr J Underwood

Recruitment and appointment of trustees

The Trustees are recruited from the local area, from business's and community groups that have the skills to help and develop the Charity. Local councillors are also invited to join the board of trustees.

On appointment, the Trustees receive a trustees' pack that outlines the aims and objectives of the charity and the role of the trustees.

Further training is given when appropriate.

Organisational structure

Day to day running of the charity is the responsibility of the General Manager, Neil Curran. The school principal Paul Hillary, reports directly to the General Manager.

The Charities finances are the responsibility of the General Manager and Board of Trustees.

Decisions are made by trustees at quarterly board meetings, based upon a majority vote.

DELTA - NORTH CONSETT LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

Remuneration policy

No Trustees receive any remuneration.

Auditor

In accordance with the company's articles, a resolution proposing that TC Group be reappointed as auditor of the company will be put at a General Meeting.

Public Benefit Statement

The Trustees have had regard to the Charity Commission's public benefit guidance and have taken it into account when making a decision to which the guidance is relevant.

Going Concern

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The Trustees' report was approved by the Board of Trustees.

Mr A Watson

Chairman

30 May 2025

DELTA - NORTH CONSETT LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2024

The Trustees, who are also the directors of Delta - North Consett Limited for the purpose of company law, are responsible for preparing the Trustees' 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 Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charity 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 Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement as to disclosure to our auditors

In so far as the Trustees, who are also directors of the charitable company for the purpose of company law, are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the charitable company's auditor is unaware, and
- the directors, having made such enquiries of fellow directors and the charitable company's auditor that they ought to have made, have each taken all steps that they are obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

DELTA - NORTH CONSETT LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF DELTA - NORTH CONSETT LIMITED

Opinion

We have audited the financial statements of Delta - North Consett Limited (the 'Charity') for the year ended 31 August 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

DELTA - NORTH CONSETT LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF DELTA - NORTH CONSETT LIMITED

Opinions on other matters prescribed by the Companies Act 2006

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

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

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a strategic report.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

DELTA - NORTH CONSETT LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF DELTA - NORTH CONSETT LIMITED

Irregularities, including fraud, are instances of non-compliance with laws and regulations. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Extent to which the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit, in respect to fraud, are: to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses; and to respond appropriately to fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and its management.

Our approach was as follows:

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, and through discussion with the trustees and management (as required by auditing standards), and discussed with the trustees and management the policies and procedures regarding compliance with laws and regulations;
- We considered the legal and regulatory frameworks directly applicable to the financial statements reporting framework (FRS 102 and the Companies Act 2006, the Charities Act 2011 and Ofsted regulations) and the relevant tax compliance regulations in the UK;
- We considered the nature of the industry, the control environment and the Charity's performance;
- We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit;
- We considered the procedures and controls that the Charity has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how management monitors those programmes and controls.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. These procedures included: testing manual journals; reviewing the financial statement disclosures and testing to supporting documentation; performing analytical procedures; and enquiring of management, and were designed to provide reasonable assurance that the financial statements were free from fraud or error.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

DELTA - NORTH CONSETT LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF DELTA - NORTH CONSETT LIMITED

A further description of our responsibilities is available on the Financial Reporting Council's website at:
<https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>.
This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Use of our report

This report is made solely to the Charity's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and the Charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mark Hunter FCA (Senior Statutory Auditor)
for and on behalf of TC Group

30 May 2025

Statutory Auditor

12 Bessemer Court
Hownsgill Industrial Park
Knitsley Lane
Consett
Co Durham
DH8 7BL

DELTA - NORTH CONSETT LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2024

		Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes						
Income and endowments from:							
Donations and legacies	2	-	-	-	4,563	-	4,563
Charitable activities	3	1,609,871	-	1,609,871	1,467,410	-	1,467,410
Investments	4	32	-	32	13	-	13
Other income	5	9,365	-	9,365	28,300	-	28,300
Total income		1,619,268	-	1,619,268	1,500,286	-	1,500,286
Expenditure on:							
Raising funds	6	2,004	-	2,004	1,675	-	1,675
Charitable activities	7	1,782,000	13,183	1,795,183	1,679,216	14,640	1,693,856
Other expenditure		4,450	-	4,450	3,710	-	3,710
Total expenditure		1,788,454	13,183	1,801,637	1,684,601	14,640	1,699,241
Net gains/(losses) on investments	13	2,218	-	2,218	3,021	-	3,021
Net expenditure and movement in funds		(166,968)	(13,183)	(180,151)	(181,294)	(14,640)	(195,934)
Reconciliation of funds:							
Fund balances at 1 September 2023		1,270,701	451,915	1,722,616	1,451,995	466,555	1,918,550
Fund balances at 31 August 2024		1,103,733	438,732	1,542,465	1,270,701	451,915	1,722,616

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

DELTA - NORTH CONSETT LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2024

		2024		2023	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	15		1,103,928		1,129,613
Investments	16		116,778		104,560
			<u>1,220,706</u>		<u>1,234,173</u>
Current assets					
Debtors	17	216,231		294,820	
Cash at bank and in hand		198,092		413,439	
		<u>414,323</u>		<u>708,259</u>	
Creditors: amounts falling due within one year	19	(92,564)		(219,816)	
		<u></u>		<u></u>	
Net current assets			321,759		488,443
			<u></u>		<u></u>
Total assets less current liabilities			1,542,465		1,722,616
			<u></u>		<u></u>
Net assets excluding pension liability			1,542,465		1,722,616
			<u></u>		<u></u>
The funds of the Charity					
Restricted income funds	21		438,732		451,915
Unrestricted funds			1,103,733		1,270,701
			<u>1,542,465</u>		<u>1,722,616</u>
			<u></u>		<u></u>

The financial statements were approved by the Trustees on 30 May 2025

Mr A Watson

Chairman

Company registration number 03488288 (England and Wales)

DELTA - NORTH CONSETT LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2024

		2024	2023
	Notes	£	£
Cash flows from operating activities			
Cash absorbed by operations	26	(170,450)	(144,423)
Investing activities			
Purchase of tangible fixed assets		(39,551)	(41,296)
Proceeds on disposal of tangible fixed assets		6,930	-
Proceeds on disposal of investment property		-	335,000
Purchase of other investments		(10,000)	-
Investment gains reinvested		-	(5,602)
Investment income received		14	13
Net cash (used in)/generated from investing activities		(42,607)	288,115
Repayment of bank loans		(2,308)	(27,630)
Payment of obligations under finance leases		-	-
Net cash used in financing activities		(2,308)	(27,630)
Net (decrease)/increase in cash and cash equivalents		(215,365)	116,062
Cash and cash equivalents at beginning of year		413,439	271,126
Cash and cash equivalents at end of year		198,092	413,439

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2024

1 Accounting policies

Charity information

Delta - North Consett Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is YMCA Parliament Street, Consett, Co Durham, DH8 5DH.

The principal activity of the charity is the provision of education and training to young persons.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006 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)". The Charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include investment properties at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Contracts for Princes Trust training programmes between the Charity and its partner schools, which account for a significant proportion of total income each year, are due to be renewed in July 2024.

Management and the board of Trustees see no issues with these contracts being renewed for the year to July 2025, and therefore no impact on the Charity's ability to continue as a going concern.

Management and the board of Trustees take a proactive approach in reviewing the Charity's expenditure and resources on a periodic basis. This allows the board to identify areas and opportunities available to the Charity in order to mitigate against any threats that may cast doubt over the operational existence of the Charity.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Income from government, local authority 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.

Donated goods are recognised as income at the time of sale.

1.5 Expenditure

All expenditure is accounted for on an accruals basis, net of VAT, and has been classified under headings that aggregate all costs related to each category of expense shown in the Statement of Financial Activities.

Expenditure is recognised when there is a present obligation resulting from a past event.

Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% Straight Line (Applied to buildings only)
Fixtures and fittings	12.5% Reducing balance
Motor vehicles	25% Reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Transaction costs are expensed as incurred. Changes in fair value are recognised in the Statement of Financial Activities.

1.8 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand and deposits held at call with banks.

1 Accounting policies

(Continued)

1.10 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Investments in publicly traded shares are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Transaction costs are expensed as incurred. Changes in fair value are recognised in the Statement of Financial Activities.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

The Company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied exclusively to charitable purposes.

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

1 Accounting policies **(Continued)**

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	-	2,338
General Grants	-	2,225
	<hr/>	<hr/>
	-	4,563
	<hr/>	<hr/>
Grants receivable for core activities		
Other	-	2,225
	<hr/>	<hr/>
	-	2,225
	<hr/>	<hr/>

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

3 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Charitable Activities		
Alternative education	795,727	714,048
Princes Trust	709,678	650,479
Charity Shop	104,466	102,085
Cafeteria		
Charity Shop	-	798
	<u>1,609,871</u>	<u>1,467,410</u>

4 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	32	13
	<u>32</u>	<u>13</u>

5 Other income

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Other income	4,375	22,430
Rental Income	4,990	5,870
	<u>9,365</u>	<u>28,300</u>

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

6 Expenditure on raising funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fundraising and publicity		
Advertising	150	211
Trading costs		
Operating charity shops	489	8
Other trading activities	1,365	1,456
	1,854	1,464
Total costs	2,004	1,675

7 Expenditure on charitable activities

	Charitable Activities 2024 £	Charitable Activities 2023 £
Direct costs		
Staff costs	1,148,863	1,080,856
Depreciation and impairment	55,724	60,237
Durham Works	-	649
Alternative education	124,535	124,638
Prince's Trust	161,523	125,956
Room hire	4,775	20,275
	1,495,420	1,412,611
Share of support and governance costs (see note 8)		
Support	209,124	157,226
Governance	90,639	124,019
	1,795,183	1,693,856
Analysis by fund		
Unrestricted funds	1,782,000	1,679,216
Restricted funds	13,183	14,640
	1,795,183	1,693,856

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

8 Support costs allocated to activities

	2024	2023
	£	£
Depreciation	2,582	-
Rent and utility costs	43,844	31,386
Motor and fuel costs	45,066	30,548
Repair and maintenance costs	20,913	18,106
Telephone and office costs	35,812	19,017
General support costs	60,908	58,169
Governance costs	90,638	124,019
	299,763	281,245
Analysed between:		
Charitable Activities	299,763	281,245

Staff governance costs relate to wages paid to employees whose duties involve administration activities in relation to strategic planning and governing of the Charity. The time spent by employees on these activities is allocated to governance costs.

9 Net movement in funds

	2024	2023
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable to the charity's auditor:		
- for the audit of the charity's financial statements	5,060	4,775
- for other financial services	22,553	10,335
Depreciation of owned tangible fixed assets	55,724	60,237
Loss on disposal of tangible fixed assets	2,582	-
	85,869	75,347

10 Auditor's remuneration

Fees payable to the charity's auditor and associates:	2024	2023
	£	£
For audit services		
Audit of the financial statements of the charity	5,060	4,775
For other services		
All other non-audit services	22,553	10,335

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

11 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

12 Employees

The average monthly number of employees during the year was:

	2024	2023
	Number	Number
Governance	2	2
Operational Staff	38	39
	<hr/>	<hr/>
Total	40	41
	<hr/> <hr/>	<hr/> <hr/>

Employment costs

	2024	2023
	£	£
Wages and salaries	1,081,585	1,009,381
Social security costs	99,475	110,883
Other pension costs	24,791	56,149
	<hr/>	<hr/>
	1,205,851	1,176,413
	<hr/> <hr/>	<hr/> <hr/>

Staff costs, including pension contributions, are allocated between restricted and unrestricted funds based on the percentage of time each employee has spent on each project over the year.

The number of employees whose annual remuneration was £60,000 or more were:

	2024	2023
	Number	Number
£60,000 - £70,000	-	1
	<hr/> <hr/>	<hr/> <hr/>

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

13 Gains and losses on investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Gains/(losses) arising on:		
Revaluation of investments	2,218	3,021

14 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

15 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total £
Cost				
At 1 September 2023	1,795,559	245,288	157,818	2,198,665
Additions	38,801	750	-	39,551
Disposals	-	-	(16,500)	(16,500)
At 31 August 2024	1,834,360	246,038	141,318	2,221,716
Depreciation and impairment				
At 1 September 2023	745,026	218,523	105,503	1,069,052
Depreciation charged in the year	36,600	6,663	12,461	55,724
Eliminated in respect of disposals	-	-	(6,988)	(6,988)
At 31 August 2024	781,626	225,186	110,976	1,117,788
Carrying amount				
At 31 August 2024	1,052,734	20,852	30,342	1,103,928
At 31 August 2023	1,050,533	26,765	52,315	1,129,613

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

16 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 September 2023	104,560
Additions	10,000
Valuation changes	2,218
	<hr/>
At 31 August 2024	116,778
	<hr/>
Carrying amount	
At 31 August 2024	116,778
	<hr/>
At 31 August 2023	104,560
	<hr/>

	2024 £	2023 £
Investments at fair value comprise:		
Unit Trust investment	116,778	104,560
	<hr/>	<hr/>

	2024 £	2023 £
Listed investments included above:		
Listed investments carrying amount	116,778	104,560
	<hr/>	<hr/>

17 Debtors

	2024 £	2023 £
Amounts falling due within one year:		
Trade debtors	152,787	239,444
Prepayments and accrued income	63,444	55,376
	<hr/>	<hr/>
	216,231	294,820
	<hr/>	<hr/>

Prepayments and accrued income includes the Licence for Pemberton Road lasting 15 years. The current value of the lease is £6,583 (2023: £7,583) for a remaining 7.6 years.

The accrued income element comprises £17,049 (2023 £15,883).

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

18 Loans and overdrafts

	2024	2023
	£	£
Bank loans	-	2,308
	<u> </u>	<u> </u>
Payable within one year	-	2,308
	<u> </u>	<u> </u>

The above bank loan was entered into by the Charity in August 2018, with Lloyds bank. The loan was to be repaid in equal monthly instalments over 7 years on which interest is paid at a rate of 2% over the bank of England base rate. The loan was fully repayable by September 2023.

The loan was secured by way of a fixed and floating charge over the Charity's assets.

19 Creditors: amounts falling due within one year

	2024	2023
	£	£
	Notes	
Bank loans	18	-
		2,308
Other taxation and social security	13,838	12,344
Deferred income	14,625	160,875
Trade creditors	50,122	34,154
Other creditors	450	623
Accruals	13,529	9,512
	<u> </u>	<u> </u>
	92,564	219,816
	<u> </u>	<u> </u>

Deferred Income relates to Central Panel Places income allocated to Schools and Councils which was receivable in advance of the academic year. Such income will be released to the Statement of Financial Activities during the course of the academic year that it relates to.

20 Retirement benefit schemes

Defined contribution schemes

The Charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Charity in an independently administered fund.

The charge to the Statement of Financial Activities in respect of defined contribution schemes was £24,791 (2023 - £39,965).

Expenses and liabilities relating to the defined contribution scheme are allocated between restricted and unrestricted funds based on the activities undertaken by each member of staff to whom the pension contributions relate.

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

21 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 September 2023	Resources expended	At 31 August 2024
	£	£	£
	437,275	(13,183)	424,092
Equipment	6,540	-	6,540
Property Alterations	8,100	-	8,100
	<u>451,915</u>	<u>(13,183)</u>	<u>438,732</u>
	<u><u>451,915</u></u>	<u><u>(13,183)</u></u>	<u><u>438,732</u></u>
Previous year:	At 1 September 2022	Resources expended	At 31 August 2023
	£	£	£
Equipment	31,840	(6,540)	25,300
Gift of land	135,000	-	135,000
Property Alterations	299,715	(8,100)	291,615
	<u>466,555</u>	<u>(14,640)</u>	<u>451,915</u>
	<u><u>466,555</u></u>	<u><u>(14,640)</u></u>	<u><u>451,915</u></u>

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

21 Restricted funds

(Continued)

The specific purposes for which the funds are to be applied are as follows:

Equipment

The equipment fund relates to equipment, including vehicles, purchased for specific purposes as designated by funders. The balance of this fund correlates to the net book value of assets purchased.

Gift of Land

The land which included ancient woodlands, had been given to assist with the provision of the Charity's activities. However, problems with trespassing and vandalism meant the Charity needed to sell and reinvest the funds from the gift. The Charity has obtained a licence to use the land for some of its activities.

Property Alterations

The Property Alterations fund relates to grants received solely for the purpose of improving and altering the Charity's properties. The balance of this fund correlates to the net book value of property improvements and alterations made.

Durham Works

Durham Works Finishing Touches is a project looking at self-development and increasing life skills for young people across the Durham area. The staff are based in the Hub at Roseberry Terrace. This is an ESF funded provision and covers activities within the Youth Employment Initiative working in partnership for Durham Works.

Lottery Funds

The lottery fund relates to grants awarded by the the Lottery for specific expenditure.

Other Restricted funds

Grants received from miscellaneous funders to be used by the charity for specific purposes as set out by the funder.

22 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 September 2023	Incoming resources	Resources expended	Gains and losses	At 31 August 2024
	£	£	£	£	£
General funds	1,270,701	1,619,268	(1,788,454)	2,218	1,103,733
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

22 Unrestricted funds					(Continued)
Previous year:	At 1 September 2022	Incoming resources	Resources expended	Gains and losses	At 31 August 2023
	£	£	£	£	£
General funds	1,397,507	1,500,286	(1,684,601)	3,021	1,216,213
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
23 Analysis of net assets between funds					
		Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	
At 31 August 2024:					
Tangible assets		665,196	438,732	1,103,928	
Investments		116,778	-	116,778	
Current assets/(liabilities)		321,759	-	321,759	
		<u> </u>	<u> </u>	<u> </u>	
		1,103,733	438,732	1,542,465	
		<u> </u>	<u> </u>	<u> </u>	
		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	
At 31 August 2023:					
Tangible assets		677,698	451,915	1,129,613	
Investments		104,560	-	104,560	
Current assets/(liabilities)		488,443	-	488,443	
		<u> </u>	<u> </u>	<u> </u>	
		1,270,701	451,915	1,722,616	
		<u> </u>	<u> </u>	<u> </u>	
24 Capital commitments					2024 £
Amounts contracted for but not provided in the financial statements:					2023 £
					2024 £
Acquisition of property, plant and equipment			-	37,500	
			<u> </u>	<u> </u>	

DELTA - NORTH CONSETT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2024

25 Related party transactions

The charity did not enter into any other transactions with related parties during the current or prior period.

26 Cash generated from operations	2024	2023
	£	£
Deficit for the year	(180,151)	(195,934)
Adjustments for:		
Investment income recognised in statement of financial activities	(32)	(13)
Loss on disposal of tangible fixed assets	2,582	-
Fair value gains and losses on investments	(2,218)	(3,021)
Depreciation and impairment of tangible fixed assets	55,724	60,237
Movements in working capital:		
(Increase)/decrease in stocks	-	47
Decrease/(increase) in debtors	78,589	(153,601)
Increase/(decrease) in creditors	21,306	(13,013)
(Decrease)/increase in deferred income	(146,250)	160,875
Cash absorbed by operations	(170,450)	(144,423)

27 Analysis of changes in net funds

	At 1 September 2023	Cash flows	At 31 August 2024
	£	£	£
Cash at bank and in hand	413,439	(215,347)	198,092
Loans falling due within one year	(2,308)	2,308	-
	<u>411,131</u>	<u>(213,039)</u>	<u>198,092</u>

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.