

Company registration number: 03495224

Charity registration number: 1068270

The 78 Derngate Northampton Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2023

10. Chartered Accountants
10 Cheyne Walk
Northampton
Northamptonshire
NN1 5PT

The 78 Derngate Northampton Trust

Contents

Reference and Administrative Details	I
Trustees' Report	2 to 5
Statement of Trustees' Responsibilities	6
Independent Auditors' Report	7 to 10
Statement of Financial Activities	11 to 12
Balance Sheet	13
Notes to the Financial Statements	14 to 25

The 78 Derngate Northampton Trust

Reference and Administrative Details

Trustees

R Kendall
A Kotnis
L Marriott
M A Young
S Harris
A Eastwood
J Glascott

Secretary L Patterson

Charity Registration Number 1068270

Company Registration Number 03495224

Principal Office

The charity is incorporated in England and Wales.
82 Derngate
Northampton
Northamptonshire
NN1 1UH

Auditor

10. Chartered Accountants
10 Cheyne Walk
Northampton
Northamptonshire
NN1 5PT

Solicitors:

HCR
Elgin House
Billing Road
Northampton
NN1 5AU

The 78 Derngate Northampton Trust

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 2023.

Objectives and activities

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Objectives and aims

The preservation of 78 Derngate and the promotion of the works of C.R. Mackintosh and W.J. Bassett-Lowke. The exhibition of works by CRM or other artists as may be determined by the trustees.

Significant activities

During the year the performance of the Charity has been measured as follows:

- Completion of the Atrium extension and garden;
- Developing a forward plan for the short term;
- Monitoring the extension and garden use;
- Visitor numbers;
- Continued progress on becoming an accredited museum.

Volunteers

The Trust is supported by a very active organisation called the 'Friends of 78 Derngate'. This has several hundred members and has a lively calendar of events. The house is also supported by approximately 80 volunteers who act as guides, receptionists and carry out general maintenance activities.

The 78 Derngate Northampton Trust

Trustees' Report

Structure, governance and management

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. In line with our ambition to become an accredited museum, we continue to update our policies and procedures.

Recruitment and appointment of new trustees

Julia Galscott was appointed as a Trustee on the retirement of Trevor George in September 2023.

Induction and training of new trustees

New trustees are encouraged to meet with the Secretary and make themselves familiar with the role and responsibilities of charitable trustees.

Organisational structure

The Trust is a company limited by guarantee and is controlled by a board of up to 7 trustees who set the aims and objectives of the company and its strategic direction. The day to day management of the organisation is the responsibility of the House Manager and Company Secretary. They have a small team of part time staff and a reasonable number of volunteers.

Wider network

The trust works with a variety of partners within the art and heritage world. The trust work with local authorities to provide certain mutually agreed targets and West Northamptonshire Council holds the head lease on two of the three properties under trust control.

Related parties

No business was transacted with any trustee or their relatives during the year in question.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The risks were reviewed in the year as part of the business plan and accreditation process.

The 78 Derngate Northampton Trust

Trustees' Report

ACHIEVEMENT AND PERFORMANCE

Charitable activities

2023 was a year of two halves. The first half saw the completion and handover of the extension and garden and the second half concentrated on bedding in the new build and adapting to the new space. The extension was formally opened by the CEO of the Arts Council on 7th July 2023.

The company secretary has reduced his commitment to the Trust and now works remotely with reduced hours. As always, the year would not have been the same without the support and efforts of our Friends and volunteers, for whom we are very grateful.

Human resources

Late in the year we did recruit John Davies as a deputy manager for four days a week to replace Caite Pardoe who had the position for several months earlier in the year. We are now using contract cleaners for 3 days a week. HR payments are now administered by our accountants IO.

Internal and external factors

The performance of the trust in terms of visitor numbers and the turnover of the business in terms of revenue very much depend on external factors.

FINANCIAL REVIEW

Reserves policy

This was reviewed in the year. The Trust aims to have a minimum of £50,000 of free reserves as a contingency. We have migrated our accounting systems to Xero.

Principal funding sources

In a normal year most day to day expenditure is funded from paying visitors and shop trading. From time to time when projects or enhancements are identified we apply for grants from appropriate funding bodies.

Cost savings are continually being investigated.

FUTURE DEVELOPMENTS

Work is continuing for the accredited museums scheme which we hope to complete in 1 year.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

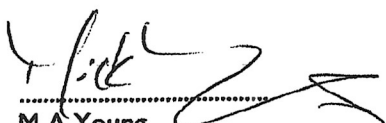
The 78 Derngate Northampton Trust

Trustees' Report

Reappointment of auditor

The auditors 10. Chartered Accountants are deemed to be reappointed under section 487(2) of the Companies Act 2006.

The annual report was approved by the trustees of the charity on 27/9/24 and signed on its behalf by:


.....
M A Young
Trustee

The 78 Derngate Northampton Trust

Statement of Trustees' Responsibilities

The trustees (who are also the directors of The 78 Derngate Northampton Trust for the purposes 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".


Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 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 charitable company will continue in business.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 27/9/24 and signed on its behalf by:


.....
M A Young
Trustee

The 78 Derngate Northampton Trust

Independent Auditor's Report to the Members of The 78 Derngate Northampton Trust

Opinion

We have audited the financial statements of The 78 Derngate Northampton Trust (the 'charity') for the year ended 31 December 2023, which comprise the Statement of Financial Activities, Balance Sheet, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2023 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 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

The 78 Derngate Northampton Trust

Independent Auditor's Report to the Members of The 78 Derngate Northampton Trust

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinion on other matter 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 Strategic Report and Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and Trustees' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Trustees' Report.

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 6), the trustees 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 charity or to cease operations, or have no realistic alternative but to do so.

The 78 Derngate Northampton Trust

Independent Auditor's Report to the Members of The 78 Derngate Northampton Trust

Auditor 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

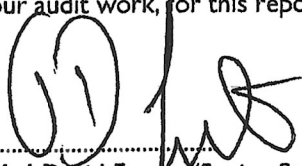
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The 78 Derngate Northampton Trust

Independent Auditor's Report to the Members of The 78 Derngate Northampton Trust

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.



.....
Mr J David Foster (Senior Statutory Auditor)

For and on behalf of IO. Chartered Accountants, Statutory Auditor

10 Cheyne Walk
Northampton
Northamptonshire
NN1 5PT

Date: 16/09/2024

The 78 Derngate Northampton Trust

Statement of Financial Activities for the Year Ended 31 December 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
Income and Endowments from:				
Donations and legacies	3	95,587	68,870	164,457
Investment income	4	2,608	-	2,608
Other income	5	<u>12,802</u>	<u>-</u>	<u>12,802</u>
Total income		<u>110,997</u>	<u>68,870</u>	<u>179,867</u>
Expenditure on:				
Raising funds		(105,842)	-	(105,842)
Charitable activities	6	<u>(67,555)</u>	<u>-</u>	<u>(67,555)</u>
Total expenditure		<u>(173,397)</u>	<u>-</u>	<u>(173,397)</u>
Net (expenditure)/income		(62,400)	68,870	6,470
Transfers between funds		<u>394,870</u>	<u>(394,870)</u>	<u>-</u>
Net movement in funds		332,470	(326,000)	6,470
Reconciliation of funds				
Total funds brought forward		<u>3,114,259</u>	<u>375,000</u>	<u>3,489,259</u>
Total funds carried forward	18	<u><u>3,446,729</u></u>	<u><u>49,000</u></u>	<u><u>3,495,729</u></u>

The notes on pages 14 to 25 form an integral part of these financial statements.

The 78 Derngate Northampton Trust

Statement of Financial Activities for the Year Ended 31 December 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	3	80,313	24,016	104,329
Investment income	4	1,848	-	1,848
Other income	5	<u>19,158</u>	<u>-</u>	<u>19,158</u>
Total income		<u>101,319</u>	<u>24,016</u>	<u>125,335</u>
Expenditure on:				
Raising funds		(98,552)	-	(98,552)
Charitable activities	6	<u>(61,767)</u>	<u>-</u>	<u>(61,767)</u>
Total expenditure		<u>(160,319)</u>	<u>-</u>	<u>(160,319)</u>
Net (expenditure)/income		(59,000)	24,016	(34,984)
Transfers between funds		<u>48,721</u>	<u>(48,721)</u>	<u>-</u>
Net movement in funds		(10,279)	(24,705)	(34,984)
Reconciliation of funds				
Total funds brought forward		<u>3,124,538</u>	<u>399,705</u>	<u>3,524,243</u>
Total funds carried forward	18	<u><u>3,114,259</u></u>	<u><u>375,000</u></u>	<u><u>3,489,259</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2022 is shown in note 18.

The notes on pages 14 to 25 form an integral part of these financial statements.


The 78 Derngate Northampton Trust

(Registration number: 03495224)
Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	3,389,412	3,355,028
Current assets			
Stocks	14	13,778	12,966
Debtors	15	-	2,343
Cash at bank and in hand		<u>122,404</u>	<u>136,088</u>
		136,182	151,397
Creditors: Amounts falling due within one year	16	<u>(2,772)</u>	<u>15,482</u>
Net current assets		<u>133,410</u>	<u>166,879</u>
Total assets less current liabilities		3,522,822	3,521,907
Creditors: Amounts falling due after more than one year	17	<u>(27,093)</u>	<u>(32,648)</u>
Net assets		<u><u>3,495,729</u></u>	<u><u>3,489,259</u></u>
Funds of the charity:			
Restricted income funds			
Restricted funds		49,000	375,000
Unrestricted income funds			
Unrestricted funds		<u>3,446,729</u>	<u>3,114,259</u>
Total funds	18	<u><u>3,495,729</u></u>	<u><u>3,489,259</u></u>

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 11 to 25 were approved by the trustees, and authorised for issue on and signed on their behalf by:


.....
M A Young
Trustee

The notes on pages 14 to 25 form an integral part of these financial statements.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

82 Derngate
Northampton
Northamptonshire
NN1 1UH

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The 78 Derngate Northampton Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Gift aid

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity 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.

Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	in accordance with the property
Plant and machinery	25% on cost

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

5 Other income

	Unrestricted funds General £	Total funds £
Rental income	<u>12,802</u>	<u>12,802</u>
Total for 2023	<u><u>12,802</u></u>	<u><u>12,802</u></u>
Total for 2022	<u><u>19,158</u></u>	<u><u>19,158</u></u>

6 Expenditure on charitable activities

	Note	Unrestricted funds Designated £	General £	Total funds £
Governance costs	7	<u>46,397</u>	<u>21,158</u>	<u>67,555</u>
Total for 2022		<u><u>44,187</u></u>	<u><u>17,580</u></u>	<u><u>61,767</u></u>

In addition to the expenditure analysed above, there are also governance costs of £67,555 (2022 - £61,767) which relate directly to charitable activities. See note 7 for further details.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds Designated £	General £	Total funds £
Audit fees			
Audit of the financial statements	-	1,350	1,350
Other fees paid to auditors	-	3,707	3,707
Marketing and publicity	-	3,512	3,512
Depreciation, amortisation and other similar costs	46,397	4,027	50,424
Other governance costs	-	8,562	8,562
Total for 2023	<u>46,397</u>	<u>21,158</u>	<u>67,555</u>
Total for 2022	<u>44,187</u>	<u>17,580</u>	<u>61,767</u>

8 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2023 £	2022 £
Audit fees	1,350	1,300
Depreciation of fixed assets	<u>50,424</u>	<u>44,187</u>

9 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

13 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 January 2023	4,114,560	-	4,114,560
Additions	<u>68,698</u>	<u>16,109</u>	<u>84,807</u>
At 31 December 2023	<u>4,183,258</u>	<u>16,109</u>	<u>4,199,367</u>
Depreciation			
At 1 January 2023	759,531	-	759,531
Charge for the year	<u>46,397</u>	<u>4,027</u>	<u>50,424</u>
At 31 December 2023	<u>805,928</u>	<u>4,027</u>	<u>809,955</u>
Net book value			
At 31 December 2023	<u>3,377,330</u>	<u>12,082</u>	<u>3,389,412</u>
At 31 December 2022	<u>3,355,029</u>	<u>-</u>	<u>3,355,029</u>

Included in Land and Buildings is the historical Freehold cost of 82 Derngate and the historical cost of the Leasehold in 78-80 Derngate which had an initial lease period of 100 years and which now has 74 years remaining.

14 Stock

	2023 £	2022 £
Finished goods	<u>13,778</u>	<u>12,966</u>

15 Debtors

	2023 £	2022 £
Trade debtors	<u>-</u>	<u>2,343</u>

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

16 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	-	1,933
VAT repayable	228	(22,180)
Other creditors	90	-
Accruals	<u>2,454</u>	<u>4,765</u>
	<u><u>2,772</u></u>	<u><u>(15,482)</u></u>

17 Creditors: amounts falling due after one year

	2023	2022
	£	£
Bank loans	<u>27,093</u>	<u>32,648</u>

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

18 Funds

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2023 £
Unrestricted funds					
General	1,966,051	108,990	(124,993)	-	1,950,048
Designated	<u>1,148,208</u>	<u>-</u>	<u>(46,397)</u>	<u>394,870</u>	<u>1,496,681</u>
Total unrestricted funds	3,114,259	108,990	(171,390)	394,870	3,446,729
Restricted funds	<u>375,000</u>	<u>68,870</u>	<u>-</u>	<u>(394,870)</u>	<u>49,000</u>
Total funds	<u>3,489,259</u>	<u>177,860</u>	<u>(171,390)</u>	<u>-</u>	<u>3,495,729</u>
	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2022 £
Unrestricted funds					
General	1,980,864	98,966	(113,779)	-	1,966,051
Designated	<u>1,143,674</u>	<u>-</u>	<u>(44,187)</u>	<u>48,721</u>	<u>1,148,208</u>
Total unrestricted funds	3,124,538	98,966	(157,966)	48,721	3,114,259
Restricted funds	<u>399,705</u>	<u>24,016</u>	<u>-</u>	<u>(48,721)</u>	<u>375,000</u>
Total funds	<u>3,524,243</u>	<u>122,982</u>	<u>(157,966)</u>	<u>-</u>	<u>3,489,259</u>

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

The sum of the restricted funds is made up of historic grants and donations specifically intended for the development of the extension alongside grants received this year from the Towns fund administered by WNC. These grants are included in restricted funds and are only to be used against costs for the development of the Atrium as mentioned in the trustee's report.

The trustees also agreed to ensure the carried forward restricted funds were £49,000 at the year end to ring fence the remaining costs attributable to the building fund account for the Atrium and maintain free reserves at £50,000.

The 78 Derngate Northampton Trust

Notes to the Financial Statements for the Year Ended 31 December 2023

19 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds at 31 December 2023
	General	Designated		
	£	£	£	£
Tangible fixed assets	12,082	3,308,632	68,698	3,389,412
Current assets	136,182	-	-	136,182
Current liabilities	(2,772)	-	-	(2,772)
Creditors over 1 year	<u>(27,093)</u>	<u>-</u>	<u>-</u>	<u>(27,093)</u>
Total net assets	<u>118,399</u>	<u>3,308,632</u>	<u>68,698</u>	<u>3,495,729</u>

	Unrestricted funds		Restricted funds	Total funds at 31 December 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	-	2,999,675	355,353	3,355,028
Current assets	151,397	-	-	151,397
Current liabilities	15,482	-	-	15,482
Creditors over 1 year	<u>(32,648)</u>	<u>-</u>	<u>-</u>	<u>(32,648)</u>
Total net assets	<u>134,231</u>	<u>2,999,675</u>	<u>355,353</u>	<u>3,489,259</u>

The 78 Derngate Northampton Trust

Detailed Statement of Financial Activities for the Year Ended 31 December 2023

	Total 2023 £	Total 2022 £
Income and Endowments from:		
Donations and legacies (analysed below)	164,457	104,329
Investment income (analysed below)	2,608	1,848
Other income (analysed below)	<u>12,802</u>	<u>19,158</u>
Total income	<u>179,867</u>	<u>125,335</u>
Expenditure on:		
Raising funds (analysed below)	(105,842)	(98,552)
Charitable activities (analysed below)	<u>(67,555)</u>	<u>(61,767)</u>
Total expenditure	<u>(173,397)</u>	<u>(160,319)</u>
Net income/(expenditure)	<u>6,470</u>	<u>(34,984)</u>
Net movement in funds	6,470	(34,984)
Reconciliation of funds		
Total funds brought forward	<u>3,489,259</u>	<u>3,524,243</u>
Total funds carried forward	<u><u>3,495,729</u></u>	<u><u>3,489,259</u></u>

The 78 Derngate Northampton Trust

**Detailed Statement of Financial Activities for the Year Ended 31 December
2023**

	Total 2023 £	Total 2022 £
<i>Donations and legacies</i>		
Donations	17,870	17,091
Grants	51,000	6,925
Shop income	42,488	38,899
Entrance fees	<u>53,099</u>	<u>41,414</u>
	<u><u>164,457</u></u>	<u><u>104,329</u></u>
<i>Investment income</i>		
Deposit account interest	<u>2,608</u>	<u>1,848</u>
	<u><u>2,608</u></u>	<u><u>1,848</u></u>
<i>Other income</i>		
Rents received	12,802	13,896
Other income	<u>-</u>	<u>5,262</u>
	<u><u>12,802</u></u>	<u><u>19,158</u></u>
<i>Raising funds</i>		
Opening stock	(12,966)	(12,192)
Purchases	(25,171)	(22,238)
Closing stock	13,777	12,966
Wages and salaries	(52,237)	(50,859)
Staff pensions (Defined contribution)	(1,832)	(3,289)
Rates and water	(2,147)	3,005
Light, heat and power	(9,342)	(8,911)
Insurance	(4,935)	(4,513)
Maintenance and cleaning	<u>(10,989)</u>	<u>(12,521)</u>
	<u><u>(105,842)</u></u>	<u><u>(98,552)</u></u>
<i>Charitable activities</i>		
Telephone and fax	(2,076)	(1,533)
Printing, postage and stationery	(525)	(316)
Sundry expenses	(3,117)	(2,792)
Travel and subsistence	(96)	(97)
Advertising	(3,512)	(1,797)
Accountancy fees	(3,707)	(2,941)
Auditors' remuneration	(1,350)	(1,300)

This page does not form part of the statutory financial statements.

The 78 Derngate Northampton Trust

**Detailed Statement of Financial Activities for the Year Ended 31 December
2023**

	Total 2023 £	Total 2022 £
Legal and professional fees	-	(3,499)
Bank charges	(2,007)	(2,353)
Depreciation of long leasehold property	(46,397)	(44,187)
Depreciation of fixtures and fittings	(4,027)	-
Loan interest	<u>(741)</u>	<u>(952)</u>
	<u>(67,555)</u>	<u>(61,767)</u>