

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
SPECTRUM NORTHANTS LIMITED
(A COMPANY LIMITED BY GUARANTEE)**

SPECTRUM NORTHANTS LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2021**

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SPECTRUM NORTHANTS LIMITED

CHAIRMAN'S REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

At the start of the year we were again faced with an enforced closure due to continuing national restrictions on movements due to Covid. Again our online and telephone support for service users was provided to give continuity and reassurance to all. Although lockdown was lifted in April our carefully managed "Bubble" work group arrangements continued for the safety of all.

With wider lifting of restrictions from August we were able to resume our full activities including delivering our wide range of social and educational programmes. Monitoring inspections by the team from the Council rated us as fully meeting our contractual terms.

The impact on our finances was minimised due to the continuing funding provided through our contract with both Northamptonshire Unitary Councils which has continued throughout. However the shop had to remain closed during lockdown, significantly reducing our take. Since reopening some volunteers have been unable to return and with sales now higher than before our loyal team have worked hard to meet this demand.

Passing our 50th anniversary this year was noted but could not be celebrated properly but a suitable event is planned for 2022. This also coincided with an agreed reduction in the hours of our hard working Chief Executive Jenny Cotton-Howells prior to her decision to retire at the end of the year after more than 10 years of energetic leadership.

Jenny has left the organisation in good shape and on a firm footing. We thank her for developing Spectrum in the best way to meet today's needs and for her energy and enthusiasm. Work to recruit her replacement started in September and I am pleased to report that the successful candidate Mark Mitchell was appointed to start at the beginning of January 2022. Mark brings experience from similar organisations and is already making a positive impact.

All staff have had a challenging year but can take comfort from the fact that our users have been delighted with what we have been able to offer and continue to actively take part in it all.

SPECTRUM NORTHANTS LIMITED (REGISTERED NUMBER: 03699609)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of 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

Purpose and aims

We provide day centre facilities for up to 100 service users. These facilities are set up to provide life education experience and preparation, where appropriate, for employment or volunteering. They are managed to provide practical skills, emotional support and to assist with personal development to enable users to achieve their potential.

Ensuring our work delivers our aims

Staffing is structured to meet our aims. Support Workers are employed who are qualified at the appropriate level in Social Care and Health. Where appropriate we have written policies which are consistent with the standards contained in the Health and Social Care Act.

Care plans are agreed and regularly reviewed for each service user.

A Management Board meets at regular intervals to receive reports on activities, service user numbers and changes to these, staffing and finance. The Board regularly reviews what has been achieved in relation to our aims and revises our plans to ensure we maintain focus on the key issues.

The focus of our work

We look for ways of supporting our service users to achieve their own personal goals so that they can manage their lives as independently as possible. This is based on the development of social and living skills through organised activities both inside and out, outings, health programmes, music and a range of educational sessions.

How our activities deliver public benefit

Our activities are approved by West Northamptonshire Council and the NHS PCT who support us financially. We provide part of their programme of support for vulnerable adults.

Our service is well used and offers respite for carers and positive benefits for users. Referrals are received from a wide range of agencies including Social Services and the Community Mental Health teams.

The environment we provide is both safe and reliable leading our service users to be more self confident and self sufficient. A noticeable improvement in the behaviour and well being of service users is apparent.

Who used and benefited from our services

The average number of clients who attended during 2021 was 63 of whom 75% had learning difficulties and 25% mental illness.

Significant activities

The charity exists to provide day care services and ancillary activities for adults with mental illness or learning difficulties. The operations are currently limited to the town of Northampton. The charity works in conjunction with statutory bodies and aims to offer a quality day care service to as many clients as possible within the confines of available funds.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

STRATEGIC REPORT

Achievement and performance

Fundraising activities

The charity does not actively fundraise, but relies predominantly on fees charged for the care services that it offers to users of its day centres, and charity shop sales.

Financial review

Principal funding sources

Aside from the income generated by the charity trading, the principal funding sources for the charity are currently from Northamptonshire Teaching Primary Care Trust and West Northamptonshire Council.

The trustees are satisfied that the charity's assets are available and adequate to fulfil its obligations.

Investment policy and objectives

The trustees, having regard to the liquidity requirements of operating the charity and to the reserves policy, have operated a policy of investing surplus funds in short and medium term investments. Such investments are made with a view to optimising income at a proportionate level of risk, as determined by the Trustees. External independent financial advice is obtained when considered appropriate by the Trustees.

Reserves policy

It is the policy of the charity to maintain unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') at a level which equates to between 3 and 6 months of the resources expended. In the event of a significant drop in funding, this policy will enable the charity to continue its activities until such time alternative funding can be secured. The charity's free reserves were maintained at this level throughout the year and at 31 December 2021 stood at £481,569 (2020 - £344,552).

Incoming resources and expenditure

The Board of Trustees report net incoming resources for the year of £147,854 (2020 - £22,530). The Board remains most grateful for the financial support received to date from NHNT and West Northamptonshire Council Social Services Department.

Future plans

Following the appointment of our new CEO in January 2022 the Board are reviewing both our Vision, Mission and reconfirming our Values. This process is in progress with a Board and Staff consultation to be completed by the end of the year.

Following this step a Strategic plan covering the next few years will be prepared to ultimately receive Board approval in the first half of 2023.

At this stage it seems likely that we will retain our premises at William Street and if possible fund a new site elsewhere in the county.

We plan to apply for accreditation for our educational courses which will attract a wider client group.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, its Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The company was incorporated on 22 January 1999. The directors of the charity are its Trustees for the purposes of charity law and throughout this report are collectively referred to as Trustees.

Retirement of trustees

At every Annual General Meeting, one third of the Trustees shall retire from office.

SPECTRUM NORTHANTS LIMITED (REGISTERED NUMBER: 03699609)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Board of Trustees administers the governance of the Charity. The Board meets approximately six times a year and reviews all aspects of the operation. Day to day management is carried out by a Chief Executive Officer supported by a full time assistant. Officers of the Board are available to staff at any time.

Induction and training of new trustees

New trustees are recruited via recommendation from existing trustees. They are invited to attend several of the organisation's Board Meetings as guests to give them an overview of the charity itself and an understanding of the responsibilities associated with being a trustee. A copy of the organisations constitution is also made available. After a suitable period and provided the Board and the individual agrees they will be appointed to the Board. Trustees are able to attend training courses should they feel the need to.

Related parties

In so far as it is complimentary to the charity's objects, the charity is assisted by the West Northamptonshire Council (WNC) and the NHS PCT.

Risk management

The trustees have assessed the major risks to which the charity is exposed, in particular those related to operations and finances and are satisfied that systems are in place to mitigate the significant risks.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03699609 (England and Wales)

Registered Charity number

1073860

Registered office

Berrywood Road
Duston
Northampton
Northamptonshire
NN5 6XD

Trustees

N H Mabey - Chairman
R Cross - Treasurer
G P W Willis - Secretary
R G Allinson
G T Brough
B D Hancock
C Kellerman (appointed 09 April 2022)
S P Merriman
A J Robinson (resigned 08 December 2021)
M E Slaymaker
R G Williams
C N Willis

G P W Willis, R G Allinson, G N Willis and R G Williams retire by rotation and being eligible offer themselves for re-election.

Company Secretary

G P W Willis

SPECTRUM NORTHANTS LIMITED (REGISTERED NUMBER: 03699609)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Phipps Henson McAllister
Chartered Accountants
and Statutory Auditors
22-24 Harborough Road
Kingsthorpe
Northampton
NN2 7AZ

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Spectrum Northants Limited for the purposes of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 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 which 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 the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

The trustees 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

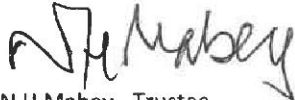
AUDITORS

The auditors, Phipps Henson McAllister, will be proposed for re-appointment at the forthcoming Annual General Meeting.

SPECTRUM NORTHANTS LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 8 September 2022 and signed on the board's behalf by:

A handwritten signature in black ink, appearing to read 'N H Mabey', written in a cursive style.

N H Mabey - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SPECTRUM NORTHANTS LIMITED

Opinion

We have audited the financial statements of Spectrum Northants Limited (the 'charitable company') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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 applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 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 Report of the Independent Auditors 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.

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 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.

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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SPECTRUM NORTANTS LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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, the trustees (who are also the directors of the charitable company for the purposes 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 charitable company'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.

Our 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 a Report of the Independent Auditors 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks applicable to the Charitable Company and the sector in which they operate. We determined that the following laws and regulations were most significant: the Companies Act 2006 the Charities Act 2011, and UK corporate taxation laws.
- We obtained an understanding of how the Company is complying with those legal and regulatory frameworks by making inquiries to the management. We corroborated our inquiries through our review of board minutes and other papers.
- We assessed the susceptibility of the Charitable Company's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the engagement team included:
 - identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;
 - understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;
 - challenging assumptions and judgments made by management in its significant accounting estimates;
 - identifying and testing journal entries, in particular any journal entries posted with unusual account combinations; and
 - assessing the extent of compliance with the relevant laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
SPECTRUM NORTHANTS LIMITED**

Use of our report

This report is made solely to the charitable company'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 charitable company's members those matters we are required to state to them in an auditors' 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Ross Phipps FCA (Senior Statutory Auditor)
for and on behalf of Phipps Henson McAllister
Chartered Accountants
and Statutory Auditors
22-24 Harborough Road
Kingsthorpe
Northampton
NN2 7AZ

Date: 8 SEPTEMBER 2022

SPECTRUM NORTHANTS LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Voluntary Income	2	73,446	2,000	75,446	27,198
Charitable activities	5				
Charitable activities		554,403	-	554,403	571,714
Other trading activities	3	77,550	-	77,550	50,362
Investment income	4	855	-	855	2,151
Other income		-	-	-	1,837
Total		706,254	2,000	708,254	653,262
EXPENDITURE ON					
Raising funds	6	1,210	-	1,210	996
Charitable activities	7				
Charitable activities		591,494	2,000	593,494	630,887
Total		592,704	2,000	594,704	631,883
Net gains on investments		34,304	-	34,304	1,151
NET INCOME		147,854	-	147,854	22,530
RECONCILIATION OF FUNDS					
Total funds brought forward		971,257	-	971,257	948,727
TOTAL FUNDS CARRIED FORWARD		1,119,111	-	1,119,111	971,257

The notes form part of these financial statements

SPECTRUM NORTHANTS LIMITED (REGISTERED NUMBER: 03699609)

**BALANCE SHEET
31 DECEMBER 2021**

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	14	294,973	-	294,973	318,440
Investments	15	342,569	-	342,569	308,265
		<u>637,542</u>	<u>-</u>	<u>637,542</u>	<u>626,705</u>
CURRENT ASSETS					
Debtors	16	38,593	-	38,593	45,147
Cash at bank		466,376	-	466,376	310,265
		<u>504,969</u>	<u>-</u>	<u>504,969</u>	<u>355,412</u>
CREDITORS					
Amounts falling due within one year	17	(23,400)	-	(23,400)	(10,860)
		<u>481,569</u>	<u>-</u>	<u>481,569</u>	<u>344,552</u>
NET CURRENT ASSETS					
		<u>481,569</u>	<u>-</u>	<u>481,569</u>	<u>344,552</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,119,111</u>	<u>-</u>	<u>1,119,111</u>	<u>971,257</u>
NET ASSETS		<u>1,119,111</u>	<u>-</u>	<u>1,119,111</u>	<u>971,257</u>
FUNDS	18				
Unrestricted funds				<u>1,119,111</u>	<u>971,257</u>
TOTAL FUNDS				<u>1,119,111</u>	<u>971,257</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 8 September 2022 and were signed on its behalf by:


N H Mabey - Trustee


R N Cross - Trustee

SPECTRUM NORTHANTS LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	<u>168,209</u>	<u>52,626</u>
Net cash provided by operating activities		<u>168,209</u>	<u>52,626</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(13,245)</u>	<u>(29,426)</u>
Sale of tangible fixed assets		292	1,917
Sale of fixed asset investments		-	1,000
Interest received		<u>855</u>	<u>2,151</u>
Net cash used in investing activities		<u>(12,098)</u>	<u>(24,358)</u>
 Change in cash and cash equivalents in the reporting period		<u>156,111</u>	<u>28,268</u>
Cash and cash equivalents at the beginning of the reporting period		<u>310,265</u>	<u>281,997</u>
 Cash and cash equivalents at the end of the reporting period		<u><u>466,376</u></u>	<u><u>310,265</u></u>

The notes form part of these financial statements

SPECTRUM NORTHANTS LIMITED

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	147,854	22,530
Adjustments for:		
Depreciation charges	36,318	36,057
Gain on investments	(34,304)	(1,151)
Loss/(profit) on disposal of fixed assets	102	(1,837)
Interest received	(855)	(2,151)
Decrease in debtors	6,554	3,037
Increase/(decrease) in creditors	12,540	(3,859)
Net cash provided by operations	168,209	52,626

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/21 £	Cash flow £	At 31/12/21 £
Net cash			
Cash at bank	310,265	156,111	466,376
	<u>310,265</u>	<u>156,111</u>	<u>466,376</u>
Total	310,265	156,111	466,376

The notes form part of these financial statements

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 (FRS102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under historical cost convention with the exception of investments which are included at market value.

Critical accounting judgements and key sources of estimation uncertainty

A key judgement made is that of allocation of indirect costs. Estimations include residual values and useful lives of fixed assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. All income is recognised at point of receipt.

Income relating to donations of goods for sale in the charity shop are not accounted for until the goods are sold.

Intangible income by way of donated services is recognised as an incoming resource where the provider of the service has incurred a financial cost. The value of volunteer time is not included in the financial statements.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost 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 resources.

Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation.

Depreciation of fixed assets is calculated to write down the cost less estimated residual value of all tangible fixed assets held for charity use other than the freehold land by equal annual instalments over their expected useful lives as follows:

Freehold property	- Straight line over 50 years
Plant and machinery	- Straight line between 3 - 8 years

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Restricted funds are subject to restrictions on their expenditure or through the terms of an appeal.

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Government grants

Grants are accounted for under the accruals model as permitted by FRS102. Grants of a revenue nature are recognised in the Statement of Financial Activities in the same period as the related expenditure.

2. VOLUNTARY INCOME

	2021	2020
	£	£
Donations	3,100	7,759
Grants	72,346	19,439
	<u>75,446</u>	<u>27,198</u>

Donated goods are recognised on the date of the donation and are valued at a reasonable market rate value.

Included in Grants income is £10,922 (2020: £19,439) in respect of Coronavirus Job Retention Scheme grants, £2,000 from MHNC, and Revenue grants of £59,424 from West Northamptonshire Council.

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Trading income	1,473	2,846
Charity shop sales	76,077	47,516
	<u>77,550</u>	<u>50,362</u>

4. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	855	2,151

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

5. INCOME FROM CHARITABLE ACTIVITIES

		2021	2020
	Activity	£	£
Attendance fees	Charitable activities	17,703	16,150
Food income	Charitable activities	1,184	2,556
Social services funding	Charitable activities	525,682	552,766
Sundry income	Charitable activities	9,834	242
		<u>554,403</u>	<u>571,714</u>

6. RAISING FUNDS

Other trading activities

	2021	2020
	£	£
Purchases	-	40
Charity shop expenses	1,210	956
	<u>1,210</u>	<u>996</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
Charitable activities	<u>574,858</u>	<u>18,636</u>	<u>593,494</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2021	2020
	£	£
Staff costs	416,640	463,295
Rates and water	679	675
Light and heat	11,083	11,241
Telephone	3,800	3,040
Printing, postage & stationery	8,263	10,175
Workwear	2,350	2,909
Non work activities	7,447	5,008
Staff & client training	3,315	3,426
Staff travel	5,198	6,938
Food expenditure	678	1,621
Canteen supplies	7,120	7,096
IT expenses	8,557	8,039
Plant & machinery repairs	197	291
Buildings insurance	8,894	7,057
Building repair & maintenance	54,217	21,647
Depreciation	36,318	36,057
Loss on sale of assets	102	-
	<u>574,858</u>	<u>588,515</u>

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

9. SUPPORT COSTS

	Governance costs £
Charitable activities	<u>18,636</u>

Support costs, included in the above, are as follows:

Governance costs

	2021 Charitable activities £	2020 Total activities £
Auditors' remuneration	5,000	4,535
Accountancy fees	1,523	2,490
Legal fees	12,113	35,347
	<u>18,636</u>	<u>42,372</u>

10. NET INCOME/(EXPENDITURE)

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

	2021 £	2020 £
Auditors' remuneration	5,000	4,535
Depreciation - owned assets	36,318	36,057
(Deficit)/surplus on disposal of fixed assets	102	(1,837)
	<u>41,420</u>	<u>70,755</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

12. STAFF COSTS

Remuneration of Key Management Personnel totalled £103,129 (2020 : £107,937).

The average monthly number of employees during the year was as follows:

	2021	2020
Charitable activities	16	19
Management & administration	3	3
	<u>19</u>	<u>22</u>

No employees received emoluments in excess of £60,000.

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Voluntary Income	27,198	-	27,198
Charitable activities			
Charitable activities	571,714	-	571,714
Other trading activities	50,362	-	50,362
Investment income	2,151	-	2,151
Other income	1,837	-	1,837
Total	<u>653,262</u>	<u>-</u>	<u>653,262</u>
EXPENDITURE ON			
Raising funds	996	-	996
Charitable activities			
Charitable activities	630,887	-	630,887
Total	<u>631,883</u>	<u>-</u>	<u>631,883</u>
Net gains on investments	1,151	-	1,151
NET INCOME	<u>22,530</u>	<u>-</u>	<u>22,530</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	948,727	-	948,727
TOTAL FUNDS CARRIED FORWARD	<u>971,257</u>	<u>-</u>	<u>971,257</u>

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

14. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Totals £
COST			
At 1 January 2021	406,919	250,203	657,122
Additions	-	13,245	13,245
Disposals	-	(7,077)	(7,077)
At 31 December 2021	406,919	256,371	663,290
DEPRECIATION			
At 1 January 2021	175,899	162,783	338,682
Charge for year	8,138	28,180	36,318
Eliminated on disposal	-	(6,683)	(6,683)
At 31 December 2021	184,037	184,280	368,317
NET BOOK VALUE			
At 31 December 2021	222,882	72,091	294,973
At 31 December 2020	231,020	87,420	318,440

15. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2021	308,265
Revaluations	34,304
At 31 December 2021	342,569
NET BOOK VALUE	
At 31 December 2021	342,569
At 31 December 2020	308,265

There were no investment assets outside the UK.

The historical cost of the fixed asset investments is £245,000. The investment is held in unit based pooled investment vehicles managed by independent fund managers. Measurement is at fair value.

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	31,839	5,652
VAT	420	757
Prepayments and accrued income	6,334	38,738
	<u>38,593</u>	<u>45,147</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	3,200	3,084
Accrued expenses	20,200	7,776
	<u>23,400</u>	<u>10,860</u>

18. MOVEMENT IN FUNDS

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	971,257	147,854	1,119,111
	<u>971,257</u>	<u>147,854</u>	<u>1,119,111</u>
TOTAL FUNDS			
	<u>971,257</u>	<u>147,854</u>	<u>1,119,111</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	706,254	(592,704)	34,304	147,854
Restricted funds				
Grant income	2,000	(2,000)	-	-
	<u>708,254</u>	<u>(594,704)</u>	<u>34,304</u>	<u>147,854</u>
TOTAL FUNDS				
	<u>708,254</u>	<u>(594,704)</u>	<u>34,304</u>	<u>147,854</u>

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

18. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	948,727	22,530	971,257
TOTAL FUNDS	<u>948,727</u>	<u>22,530</u>	<u>971,257</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	653,262	(631,883)	1,151	22,530
TOTAL FUNDS	<u>653,262</u>	<u>(631,883)</u>	<u>1,151</u>	<u>22,530</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/20 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	948,727	170,384	1,119,111
TOTAL FUNDS	<u>948,727</u>	<u>170,384</u>	<u>1,119,111</u>

SPECTRUM NORTHANTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2021

18. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,359,516	(1,224,587)	35,455	170,384
Restricted funds				
Grant income	2,000	(2,000)	-	-
TOTAL FUNDS	<u>1,361,516</u>	<u>(1,226,587)</u>	<u>35,455</u>	<u>170,384</u>

The general reserve represents the free funds of the charity which are not designated for particular purposes.

19. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2021.

20. LIMITED BY GUARANTEE

The Charitable Company has no share capital and is limited by guarantee.

The Trustees are members of the charitable company and each one undertakes to contribute £1 to the assets of the charitable company in the event of it being wound up while they are a member or within one year after they cease to be a member.

At 31 December 2021 the number of members of the charitable company was 10 (2020: 11).