

REGISTERED COMPANY NUMBER: 03699609 (England and Wales)
REGISTERED CHARITY NUMBER: 1073860

REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
SPECTRUM NORTHANTS LIMITED
(A COMPANY LIMITED BY GUARANTEE)

SPECTRUM NORTHANTS LIMITED

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FOR THE YEAR ENDED 31 DECEMBER 2022**

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SPECTRUM NORTHANTS LIMITED
CHAIRMAN'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022

The year has seen a continued growth and development of our work at Spectrum Northants.

In January 2022, we welcomed Mark Mitchell as our new Chief Executive Officer, and he has provided good leadership throughout the year. This, combined with the absence of any COVID related closures, resulted in the reinstatement of many activities which benefitted the service users in both our venues.

We have continued during the year to build our community connections, which benefit the options available to our service users and ensures our charity is well networked and engaged with key stakeholders. We have developed further our relationship with local schools, the newly formed Integrated Care Board, Mental Health Northants Collaboration and many other community organisations. We continue to develop our working relationship with West Northants Council, and within the year received excellent monitoring feedback on our provision.

The programme for service users has continued to build their knowledge and independent living skills. We work with each service user to set with them their goals and their participation in measuring progress is one they value. The learning provision this year has included commencing delivery of National Open College Network (NOCN) courses. Being out in the community is an important part of building the skills and confidence of our service users, and one they continue to enjoy. We continue to ensure that our service users leave at the end of the day with a smile.

During the year the decision was taken to invest in improvements to our William Street premises, resulting in the installation of a new heating system, lighting, suspended ceiling, and new windows. The work will be continuing in the first quarter of 2023, so ensuring that we improve the working environment for both our service users and staff.

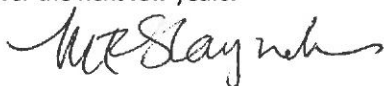
In April 2022, we extended the opening hours of the shop at Berrywood Road. We continue to build our custom base and reputation as a shop which sells donated items at competitive prices. The shop continues to provide an important retail setting experience for our service users.

In July 2022, we belatedly celebrated our 50th Anniversary with an Open Day at our Berrywood Road site. The programme on the day placed service users at the centre of the celebration, which is integral to our ethos as an organisation.

At the AGM in September, Nick Mabey stood down as Chairman to become Vice-Chairman, after many years of excellent service, and has been replaced by Mary Slaymaker, who has stepped up from Vice-Chairman. This ensures continuity on the Board, whilst at the same time looking forward to future growth and development of our provision.

The above has been achieved thanks to our staff team, who have continued to excel in their commitment to their roles. They are a credit and integral to making Spectrum a special place.

Looking forward we commenced on the development of a Strategic Plan, which will provide focus on how we develop over the next few years.



M E Slaymaker
Chairman

Date: 25th May 2023

SPECTRUM NORTHANTS LIMITED
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

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 2022. 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 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 2022 was 64 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.

SPECTRUM NORTHANTS LIMITED
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

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 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 2022 stood at £530,162 (2021 - £481,569).

Incoming resources and expenditure

The Board of Trustees report net incoming resources for the year of £2,635 (2021 - £147,854). The Board remains most grateful for the financial support received to date from West Northamptonshire Council Social Services Department.

Future plans

Following the appointment of our new CEO in January 2022 and the reduction in COVID restrictions, the organisation has been looking at future plans. We have made a commitment to remain at William Street and to invest in the premises to significantly improve the working environment, including new heating and lighting.

During the year we have embarked on the preparation of a new Strategic Plan, which has been a consultative exercise with input from the Board and Staff. The Board have reviewed Vision, Mission and Values and the new versions of each were agreed in early 2023. The Strategic Plan will be completed in the first half of 2023, and will include a commitment to developing the range of services we offer service users, looking at options to geographically expand our provision, improving our marketing, valuing our staff team and ensuring a strong commitment to the environment.

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

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

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).

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

M E Slaymaker - Chairman
C Kellerman - Treasurer (appointed 09 April 2022)
G P W Willis - Secretary
R G Allinson - Chair of Finance Committee

G T Brough
R Cross - (resigned 22 October 2022)
B D Hancock
N H Mabey
S P Merriman
R G Williams
C N Willis

M E Slaymaker and S P Merriman retire by rotation and being eligible offer themselves for re-election.

Company Secretary

G P W Willis

SPECTRUM NORTANTS LIMITED
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

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

Chief Executive Officer

M Mitchell

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 2022**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 25 May 2023 and signed on the board's behalf by:

A handwritten signature in black ink, appearing to read 'Mrs M E Slaymaker', with a small flourish at the end.

Mrs M E Slaymaker - 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 2022 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 2022 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 NORTHANTS 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.



Stuart Armstrong FCCA (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: 25/5/2023

SPECTRUM NORTANTS LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Voluntary Income	2	34,153	6,500	40,653	75,446
Charitable activities	5				
Charitable activities		544,324	-	544,324	554,403
Other trading activities	3	132,888	-	132,888	77,550
Investment income	4	1,734	-	1,734	855
Total		<u>713,099</u>	<u>6,500</u>	<u>719,599</u>	<u>708,254</u>
EXPENDITURE ON					
Raising funds	6	1,907	-	1,907	1,210
Charitable activities	7				
Charitable activities		680,882	6,500	687,382	593,494
Total		<u>682,789</u>	<u>6,500</u>	<u>689,289</u>	<u>594,704</u>
Net gains/(losses) on investments		<u>(27,675)</u>	<u>-</u>	<u>(27,675)</u>	<u>34,304</u>
NET INCOME		2,635	-	2,635	147,854
RECONCILIATION OF FUNDS					
Total funds brought forward		1,119,111	-	1,119,111	971,257
TOTAL FUNDS CARRIED FORWARD		<u><u>1,121,746</u></u>	<u><u>-</u></u>	<u><u>1,121,746</u></u>	<u><u>1,119,111</u></u>

The notes form part of these financial statements

BALANCE SHEET
31 DECEMBER 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	14	276,690	-	276,690	294,973
Investments	15	314,894	-	314,894	342,569
		<u>591,584</u>	<u>-</u>	<u>591,584</u>	<u>637,542</u>
CURRENT ASSETS					
Debtors	16	45,352	-	45,352	38,593
Cash at bank		513,681	-	513,681	466,376
		<u>559,033</u>	<u>-</u>	<u>559,033</u>	<u>504,969</u>
CREDITORS					
Amounts falling due within one year	17	(28,871)	-	(28,871)	(23,400)
NET CURRENT ASSETS		<u>530,162</u>	<u>-</u>	<u>530,162</u>	<u>481,569</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,121,746</u>	<u>-</u>	<u>1,121,746</u>	<u>1,119,111</u>
NET ASSETS		<u>1,121,746</u>	<u>-</u>	<u>1,121,746</u>	<u>1,119,111</u>
FUNDS	18				
Unrestricted funds				1,121,746	1,119,111
TOTAL FUNDS				<u>1,121,746</u>	<u>1,119,111</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 25 May 2023 and were signed on its behalf by:



M E Slaymaker - Trustee



R G Allinson - Trustee

The notes form part of these financial statements

SPECTRUM NORTHANTS LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	57,914	168,209
Net cash provided by operating activities		57,914	168,209
Cash flows from investing activities			
Purchase of tangible fixed assets		(12,343)	(13,245)
Sale of tangible fixed assets		-	292
Interest received		1,734	855
Net cash used in investing activities		(10,609)	(12,098)
Change in cash and cash equivalents in the reporting period		47,305	156,111
Cash and cash equivalents at the beginning of the reporting period		466,376	310,265
Cash and cash equivalents at the end of the reporting period		513,681	466,376

The notes form part of these financial statements

SPECTRUM NORTANTS LIMITED

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2022**

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

	2022	2021
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	2,635	147,854
Adjustments for:		
Depreciation charges	30,623	36,318
Losses/(gain) on investments	27,675	(34,304)
Loss on disposal of fixed assets	4	102
Interest received	(1,734)	(855)
(Increase)/decrease in debtors	(6,759)	6,554
Increase in creditors	5,470	12,540
Net cash provided by operations	<u>57,914</u>	<u>168,209</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/22	Cash flow	At 31/12/22
	£	£	£
Net cash			
Cash at bank	466,376	47,305	513,681
	<u>466,376</u>	<u>47,305</u>	<u>513,681</u>
Total	<u>466,376</u>	<u>47,305</u>	<u>513,681</u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

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 NORTANTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

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

	2022	2021
	£	£
Donations	9,044	3,100
Grants	31,609	72,346
	<u>40,653</u>	<u>75,446</u>

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

Included in Grants income are Revenue grants of £25,109 (2021: £59,424) from West Northamptonshire Council, £6,500 from the Royal Mencap Society, £nil (2021: £10,922) in respect of Coronavirus Job Retention Scheme grants, and £nil (2021: £2,000) from MHNC.

3. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Trading income	2,234	1,473
Charity shop sales	130,654	76,077
	<u>132,888</u>	<u>77,550</u>

Charity shop sales represent the proceeds resulting from the sale of goods donated for re-sale.

4. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	1,734	855
	<u>1,734</u>	<u>855</u>

SPECTRUM NORTANTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

5. INCOME FROM CHARITABLE ACTIVITIES

		2022	2021
	Activity	£	£
Attendance fees	Charitable activities	41,248	17,703
Food income	Charitable activities	2,244	1,184
Social services funding	Charitable activities	494,328	525,682
Sundry income	Charitable activities	6,504	9,834
		<u>544,324</u>	<u>554,403</u>

6. RAISING FUNDS

Other trading activities

	2022	2021
	£	£
Charity shop expenses	<u>1,907</u>	<u>1,210</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8)	Support costs (see note 9)	Totals
	£	£	£
Charitable activities	<u>676,623</u>	<u>10,759</u>	<u>687,382</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022	2021
	£	£
Staff costs	471,670	416,640
Rates and water	170	679
Light and heat	16,963	11,083
Telephone	3,275	3,800
Printing, postage & stationery	10,217	8,263
Advertising	1,145	-
Workwear	1,548	2,350
Service user activities	23,267	7,447
Staff & client training	2,861	3,315
Staff travel	5,030	5,198
Food expenditure	1,426	678
Canteen supplies	8,107	7,120
IT expenses	14,364	8,557
Plant & machinery repairs	-	197
Buildings insurance	7,310	8,894
Building repair & maintenance	78,643	54,217
Depreciation	30,623	36,318
Loss on sale of assets	4	102
	<u>676,623</u>	<u>574,858</u>

SPECTRUM NORTHANTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

9. SUPPORT COSTS

	Governance costs £
Charitable activities	<u><u>10,759</u></u>

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

Governance costs

	2022 Charitable activities £	2021 Total activities £
Auditors' remuneration	6,935	5,000
Accountancy fees	1,937	1,523
Legal fees	1,887	12,113
	<u><u>10,759</u></u>	<u><u>18,636</u></u>

10. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Auditors' remuneration	6,935	5,000
Depreciation - owned assets	30,622	36,318
Deficit on disposal of fixed assets	4	102
	<u><u>4</u></u>	<u><u>102</u></u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

SPECTRUM NORTANTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

12. STAFF COSTS

Remuneration of Key Management Personnel totalled £126,512 (2021: £103,129).

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

	2022	2021
Charitable activities	16	16
Management & administration	3	3
	<u>19</u>	<u>19</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	73,446	2,000	75,446
Charitable activities			
Charitable activities	554,403	-	554,403
Other trading activities	77,550	-	77,550
Investment income	855	-	855
Total	<u>706,254</u>	<u>2,000</u>	<u>708,254</u>
EXPENDITURE ON			
Raising funds	1,210	-	1,210
Charitable activities			
Charitable activities	<u>591,494</u>	<u>2,000</u>	<u>593,494</u>
Total	<u>592,704</u>	<u>2,000</u>	<u>594,704</u>
Net gains on investments	<u>34,304</u>	<u>-</u>	<u>34,304</u>
NET INCOME	147,854	-	147,854
RECONCILIATION OF FUNDS			
Total funds brought forward	971,257	-	971,257
TOTAL FUNDS CARRIED FORWARD	<u><u>1,119,111</u></u>	<u><u>-</u></u>	<u><u>1,119,111</u></u>

SPECTRUM NORTHANTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

14. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Totals £
COST			
At 1 January 2022	406,919	256,371	663,290
Additions	-	12,343	12,343
Disposals	-	(1,148)	(1,148)
At 31 December 2022	406,919	267,566	674,485
DEPRECIATION			
At 1 January 2022	184,037	184,280	368,317
Charge for year	8,138	22,484	30,622
Eliminated on disposal	-	(1,144)	(1,144)
At 31 December 2022	192,175	205,620	397,795
NET BOOK VALUE			
At 31 December 2022	214,744	61,946	276,690
At 31 December 2021	222,882	72,091	294,973

15. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 January 2022	342,569
Revaluations	(27,675)
At 31 December 2022	314,894
NET BOOK VALUE	
At 31 December 2022	314,894
At 31 December 2021	342,569

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 2022

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	32,191	31,839
VAT	2,118	420
Prepayments and accrued income	11,043	6,334
	<u>45,352</u>	<u>38,593</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	8,924	3,200
Accrued expenses	19,947	20,200
	<u>28,871</u>	<u>23,400</u>

18. MOVEMENT IN FUNDS

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	1,119,111	2,635	1,121,746
TOTAL FUNDS	<u>1,119,111</u>	<u>2,635</u>	<u>1,121,746</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	713,099	(682,789)	(27,675)	2,635
Restricted funds				
Grant income	6,500	(6,500)	-	-
TOTAL FUNDS	<u>719,599</u>	<u>(689,289)</u>	<u>(27,675)</u>	<u>2,635</u>

SPECTRUM NORTANTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

18. MOVEMENT IN FUNDS - continued

Comparatives for 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
TOTAL FUNDS	<u>971,257</u>	<u>147,854</u>	<u>1,119,111</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	706,254	(592,704)	34,304	147,854
Restricted funds				
Grant income	2,000	(2,000)	-	-
TOTAL FUNDS	<u>708,254</u>	<u>(594,704)</u>	<u>34,304</u>	<u>147,854</u>

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

	At 1/1/21 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	971,257	150,489	1,121,746
TOTAL FUNDS	<u>971,257</u>	<u>150,489</u>	<u>1,121,746</u>

SPECTRUM NORTANTS LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

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	1,419,353	(1,275,493)	6,629	150,489
Restricted funds				
Grant income	8,500	(8,500)	-	-
TOTAL FUNDS	<u>1,427,853</u>	<u>(1,283,993)</u>	<u>6,629</u>	<u>150,489</u>

The General Fund 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 2022.

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 2022 the number of members of the charitable company was 11 (2021: 10).

SPECTRUM NORTHANTS LIMITED

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Voluntary Income		
Donations	9,044	3,100
Grants	31,609	72,346
	<u>40,653</u>	<u>75,446</u>
Other trading activities		
Trading income	2,234	1,473
Charity shop sales	130,654	76,077
	<u>132,888</u>	<u>77,550</u>
Investment income		
Deposit account interest	1,734	855
Charitable activities		
Attendance fees	41,248	17,703
Food income	2,244	1,184
Social services funding	494,328	525,682
Sundry income	6,504	9,834
	<u>544,324</u>	<u>554,403</u>
Total incoming resources	719,599	708,254
EXPENDITURE		
Other trading activities		
Charity shop expenses	1,907	1,210
Charitable activities		
Wages	456,608	402,338
Pensions	15,062	14,302
Rates and water	170	679
Light and heat	16,963	11,083
Telephone	3,275	3,800
Printing, postage & stationery	10,217	8,263
Advertising	1,145	-
Workwear	1,548	2,350
Service user activities	23,267	7,447
Staff & client training	2,861	3,315
Carried forward	531,116	453,577

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SPECTRUM NORTHANTS LIMITED

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022	2021
	£	£
Charitable activities		
Brought forward	531,116	453,577
Staff travel	5,030	5,198
Food expenditure	1,426	678
Canteen supplies	8,107	7,120
IT expenses	14,364	8,557
Plant & machinery repairs	-	197
Buildings insurance	7,310	8,894
Building repair & maintenance	78,643	54,217
Depreciation of freehold property	8,138	8,138
Depreciation of plant and machinery	22,485	28,180
(Profit) / loss on sale of tangible fixed assets	4	102
	676,623	574,858
Support costs		
Governance costs		
Auditors' remuneration	6,935	5,000
Accountancy fees	1,937	1,523
Legal fees	1,887	12,113
	10,759	18,636
Total resources expended	689,289	594,704
Net income	30,310	113,550

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