



the coalfields  
regeneration trust

**THE COALFIELDS REGENERATION TRUST**

**(A Company Limited by Guarantee)**

**REPORT AND FINANCIAL STATEMENTS**

**YEAR ENDED 31 MARCH 2021**

**CHARITY NUMBER 1074930**

**SCOTTISH CHARITY NUMBER SCO 39277**

**COMPANY NUMBER 03738566**

**THE COALFIELDS REGENERATION TRUST  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**CONTENTS**

	<b>Page</b>
<b>Chairman's report</b>	<b>1</b>
<b>Report of the Trustees (incorporating the Strategic Report)</b>	<b>2-14</b>
<b>Independent auditor's report</b>	<b>15-18</b>
<b>Consolidated Statement of Financial Activities</b>	<b>19</b>
<b>Charity Statement of Financial Activities</b>	<b>20</b>
<b>Consolidated and Charity Balance Sheets</b>	<b>21</b>
<b>Consolidated Statement of Cash Flows</b>	<b>22</b>
<b>Notes on the accounts</b>	<b>23-39</b>

## **THE COALFIELDS REGENERATION TRUST FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

### **Chairman's report**

The last year has for everyone been like no other in living memory. While the entire year has been dominated by the Covid pandemic here at the Coalfields Regeneration Trust we have continued to support our former mining communities.

In Wales we responded to the devastating Floods in Pontypridd and Cynon Valley by working in partnership with local MP's and Senedd Members to deliver a Flood Relief Fund which assisted many families in desperate need.

In Scotland we reacted quickly to the effects of lockdown on our communities and created a fund focussed on the immediate needs of community groups, clubs and voluntary organisations as they responded to the Covid crisis in their communities. The Emergency Response Fund was created in recognition of the short term unprecedented need of funding for groups to carry out essential activities and provided applicants with a rapid turnaround for of grant awards.

In England we were successful in securing a £1 million grant from the Department of Culture, Media and Sport (DCMS) for their Community Match Challenge Fund. The fund's focus was to support voluntary and community sector organisations to respond to the impacts of the coronavirus. Our team in England had already tailored our in house grant making to respond to emerging needs in communities but the demand for funding was overwhelming. The DCMS grant came at the right time and enabled us to scale up our activities and ensure this injection of funds found its way into the most deprived communities.

All this was achieved while our staff in the main worked from home, using the technology we have all become so familiar with as we have adapted our working practices to ensure we can still make a difference for communities who rely on our support.

In January 2021 we jointly commissioned a report with the Industrial Communities Alliance from Sheffield Hallam University "The impact of the Coronavirus Crisis on Older Industrial Britain."

[https://www.coalfields-regen.org.uk/research\\_and\\_reports/the-impact-of-the-coronavirus-crisis-on-older-industrial-britain/](https://www.coalfields-regen.org.uk/research_and_reports/the-impact-of-the-coronavirus-crisis-on-older-industrial-britain/)

The report made a number of conclusions just as the second wave of the crisis began to a grip. Firstly former coalfield communities entered the crisis lagging behind the rest of the country. Secondly over 2020 as a whole the public health crisis in older industrial Britain was on average worse than the rest of the country. Thirdly in our communities the economic and labour market damage resulting from the downturn has been substantial. Fourthly because our communities were lagging behind before the crisis and have in common with so many other places been hit hard during the downturn, there must be an expectation that our communities will still lag behind most of the rest of the country when the crisis finally recedes.

It is the intention of the Trust and the Industrial Communities Alliance to commission a final audit of this work later in 2021 when hopefully the crisis will have abated to allow us all to return to a more normal lifestyle and take stock of the full effects of the pandemic on older industrial Britain.

What we do know is the evidence to date shows that the problems facing former mining communities have not gone away. Indeed they have been made substantially worse by this new economic downturn. That there is a need to build a national economic recovery is indisputable but there is also a pressing need to stick with a meaningful levelling up agenda.

Peter McNestry  
Chair

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

#### **Report of the Trustees (incorporating the Strategic Report)**

The Trustees are pleased to present their annual Trustees' report together with the consolidated financial statements of the charity and its subsidiaries for the year ended 31 March 2021 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

#### **Objectives and activities**

The Trust was established in 1999 and has created partnerships, grant programmes and support networks, while offering practical advice and guidance, becoming a valued resource and lifeline to former mining communities throughout England, Wales and Scotland.

As the only organisation of its kind dedicated to supporting the lives of more than 5.7m people living within coalfield communities, with many of these people facing a continued struggle to secure jobs, retain business, encourage enterprise and maintain a good standard of living, the Trust creates a range of programmes which meet with the needs of these former mining towns and villages.

With limited resources the Trust has built on an impressive track record, continuing to place communities at the heart of everything it does, in order to:

- Stimulate action and community led regeneration;
- Build the capacity of individuals and voluntary, community and social enterprise organisations through skills development activities;
- Provide access to finance to voluntary, community and social enterprise organisations through grants and development funds;
- Provide practical assistance to voluntary, community and social enterprise organisations to develop assets, secure resources and become more enterprising;
- Collaborate with partners to win resources for coalfield communities; and
- Broker relationships at national, regional and local level to raise the profile of coalfield issues and work creatively to address them.

Where possible the Trust provides quick and practical responses, engaging with partners to deliver initiatives which have a real and lasting impact on these areas.

The Trustees confirm that they have referred to the guidance contained in the Charities Commission general guidance on public benefit when reviewing the charity's aims and objectives and future activities.

#### **Fundraising**

Across England, Wales and Scotland the Trust works in partnership with a number of Government agencies, local authorities, community partnerships and the voluntary sector.

The Trust does not undertake any fundraising activity or engage with any commercial fundraiser to undertake this activity on its behalf. Any funds received through occasional donations or gifts from individuals are unsolicited and are unconditional.

THE COALFIELDS REGENERATION TRUST  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Achievements & performance

THE TRUST'S WORK 2020-21

The Trust continues to deliver programmes of work across England, Scotland and Wales aligned to its strategic objectives and translated into community activities bespoke to each country to reflect local conditions.

IMPACT 2020-21

The Trust's strategy provides the context for the activities delivered across England, Scotland and Wales. These activities are framed by our three strategic themes and our achievements are as follows:



Employment

*Develop pathways to increase the number of people in work*

225  
15

*people have moved from unemployment to full / part time employment*  
*jobs have been created / safeguarded*



Skills

*Grow the skills of people to increase their opportunities*

11843

*outcomes for people where they have gained new skills and qualifications through regular volunteering, participation in training events and skills based programmes, employment training, vocational training and general training for a job.*

*This breaks down as follows:*

2240  
250  
1106  
8101  
413

*volunteers*  
*took part in vocational training*  
*receiving general job training*  
*supported in skills development*  
*achieved a qualification (L1 or above)*

THE COALFIELDS REGENERATION TRUST  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021



Health

*Support activities that improve the health and wellbeing of all age groups*

**13366** *people have benefitted from improved health outcomes through participation in regular exercise, relief from anxiety or depression, being a member of a social group.*

*This breaks down as follows:*

**5751** *people participating in healthy lifestyle activities*

**2999** *members of a social group*

**809** *people participating in exercise*

**1025** *young people with anxiety/depression supported*

**2782** *adults with anxiety/depression supported*

In delivering the above impacts in our communities, our country programme teams embark on wider work which adds value, builds relationships and partnerships with stakeholders and is reflective of the policy influences and conditions bespoke to each country.



VCSE Support

*Practical support and assistance provided to voluntary, community and social enterprise organisations*

**363** *voluntary, community, social enterprise organisations provided with practical advice, access to training and capacity building events, resources, networking opportunities and enterprise support.*

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**



## Development

*The Trust embarks on a diverse number of activities that build capacity, resilience and develop new services with our communities. These are reflected in the figures below:*

**59**

*new or improved services*

**10**

*training events, workshops, seminars, consultations and surgeries delivered*

**158**

*hours of community engagement*

**8**

*business and community action plans developed*

**£227,500** *value of funding bids supported*



## Asset Transfer

*Practical assistance to develop and safeguard community assets for the benefit of the community through asset transfer and the provision of support for the activities that take place within them*

**38**

*asset transfers facilitated resulting in the Trust taking on assets for community benefit or enabling community ownership of an asset*

**148**

*community facilities and activities supported*



## Reach

**60,000+** *people have benefitted from all our programmes of activity across the UK*

**The figures above reflect the achievements of our direct delivery and the planned outcomes for our contracted delivery through grants and provider agreements up to 31 March 2021.**

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

#### **Financial review**

The Trust had funding agreements in place with the Welsh and Scottish Governments to deliver programmes up to 31 March 2021.

The Trust received gift aid from its subsidiary CRT Property Investments Limited of £2,313k and from CRT Renewable Energy Limited of £26k during the year to fund the Trust's operations and programmes in England.

The Board of Trustees awarded grants totalling £2,493k during the year.

Total income for the year amounted to £6,565k and expenditure totalled £5,944k. Net expenditure for the year after tax and investment adjustments stood at £4,246k.

The Trust's wholly owned trading subsidiaries performed as detailed below.

CRT Renewable Energy Limited delivers a Community Renewable Energy Investment Programme which benefits community buildings through reduced energy costs and provides a return for the Trust to reinvest in activities to meet its social objectives. The company sustained a loss before tax of £39k during the year.

CRT Property Investments Limited has purchased and developed investment properties which generate rental income. Investments made in properties based within the coalfield communities provide opportunities for businesses working in these former mining areas to access lower rental offices and manufacturing sites. In this way the company secures an ongoing income stream while at the same time supporting coalfield communities. The company generated a pre-tax profit of £6,829k during the year.

CRT Trading Limited delivers a small business loans scheme which provides small loans to start-up businesses that are located within the designated coalfields area. The company sustained a loss of £2k during the year.

CRT Community Enterprises Limited owns investment properties and sustained a pre-tax loss of £53k during the year.

#### **Investment policy**

The Trust has invested funds in a portfolio consisting of:

- Property
- Asset backed investments such as renewable energy
- Low risk return liquid investments

The Trust seeks to produce the best financial return within an acceptable level of risk for the portfolio.

The investment objectives are as follows:

- Property 8%
- Asset backed investments such as renewable energy 5.4%
- Low risk return such as charity bond 1.5%

The above rates of return are the minimum net amounts calculated.

Some of the above investment portfolio will be funded directly to further the Trust's aims and social objectives and as such the yield from these purchases may be below the typical return expected from higher risk investments. This is justified by the anticipated social returns from this investment strategy.

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

There should be sufficient liquidity within the portfolio to meet anticipated cash flow requirements.

The Trust's cash balances should be deposited in sterling accounts with flexible access in institutions with a minimum A- rating.

Given the higher risk level elements that this portfolio could incur, the Trust will mitigate this by ensuring that the Trust's property assets and asset backed investments are spread widely to ensure the overall objectives are met.

A key risk to the long term sustainability of the Trust is inflation and the investment classes may need to be adjusted to mitigate this over a period of time.

To allow for this volatility the Trust will keep a minimum of £1m in cash or low risk liquid investments.

The Group holds funds with NatWest rated A+ by Fitch, A1 by Moody, and A by Standard & Poors and with Handelsbanken rated AA by Fitch, Aa2 by Moody, and AA- by Standard & Poors.

#### ***Risk statement***

The Trustees have actively reviewed the major risks which the charity faces as an evolving organisation.

Risk priorities include the following:

- Financial risk including potential pension liabilities and consideration of accounting and reporting problems arising from new developments;
- Adequate internal controls to mitigate the risk of fraud and other irregularities;
- Political risk and in particular changes in Government policy and how the development of new programmes in England, Wales and Scotland may be affected;
- Grant making risk including consideration of outputs, outcomes and other targets and monitoring of third party service providers;
- Legal and regulatory risk including compliance with new and existing legislation;
- Organisational risk including integration of disaster recovery and prompt response to problems;
- People risk, particularly the loss of key staff due to uncertainties about funding;
- Reputational risk including the possibility of public criticism as a result of unpopular funding decisions;
- Technological risks in particular the potential loss of the Head Office computer network; and
- Risks associated with fraud and fidelity, including the prevention of bribery in accordance with the Bribery Act 2010.

The system of internal control is designed to manage rather than eliminate the risk of failure to achieve aims and objectives; it can therefore only provide reasonable and not absolute assurance of effectiveness.

Systems of internal control are based on the on-going process of identifying principal risks to the achievements of the Trust's policies, aims and objectives, to evaluate the nature and extent of those known risks and to manage them efficiently, effectively and economically.

The Trust has used its risk assessment matrix document as the basis for its internal audit programme. During the year internal audit has examined a combination of financial and operational areas. No fundamental weaknesses in systems and controls have been identified. However, there is an on-going process of reviewing and monitoring controls to ensure systems are continually updated and improved where practicable.

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

Based on our review of the risk register and internal audit reports combined with controls over the financial systems the Trustees are satisfied that systems are in place to mitigate our exposure to major known risks.

#### ***Going concern***

It is pleasing to be able to report that during the past 12 months none of our staff have had a serious illness resulting from the pandemic.

The Trust has taken all reasonable steps over this period to support staff and keep them safe.

This has been achieved in the main with all staff working from home and ensuring they have the necessary kit to enable them to do so as effectively as possible.

The continued use and development of our communication capability, utilising Microsoft Teams and Zoom, has ensured we have been able to provide an efficient service while adhering to the restrictions in place.

As restrictions ease more office based work has commenced with all practical health and safety tools being utilised to ensure a safe and secure working environment.

The Trust's finances have held up well over this uncertain period with government grant funding continuing to be accessed and rental income from CRT Property Investment Limited (our wholly owned subsidiary) at an adequate level to support the charity.

Taking account of the above and the level of reserves held the cash available to the Trust to the end of 2022 will ensure even if the worst happened and a third wave be encountered there is sufficient funding to support our existing commitments.

CRT Property Investments has access to Bank funding and the existing facility has headroom of a further £6.5m. Given the March 2021 valuation and existing rental income both our loan to value ratio and income to interest cover remain well within the covenant parameters allowing further future drawdown when required.

Our other two wholly owned subsidiary companies CRT Renewables Limited and CRT Trading Limited are not affected by the pandemic given the nature of their business.

As a result of the above, the trustees, after reviewing cashflow forecasts prepared for a 12 month period after the date these financial statements are signed, do not believe that there are any material uncertainties, which cast significant doubt on the ability of the Trust to continue as a going concern.

#### ***Reserves policy***

The Trust holds financial reserves because:

- Given the nature of Government funding rounds, there is a need to ensure continuity of operations in Scotland and Wales;
- The Trust no longer receives Government funding in England so will use the profits generated by its subsidiary companies in this financial year to fund activities in England and to meet head office costs in the coming financial year;
- The Trust needs to be able to address potential future liabilities;
- The Trust needs to continue to be self-sustaining in the future; and
- To ensure the Trust continues to be a going concern.

The target free reserves is between six and twelve months activity across Scotland and Wales and twelve months activity in England.

## **THE COALFIELDS REGENERATION TRUST FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

The Trust and Trustees are comfortable it has sufficient reserves to meet this target.

At the year-end free reserves of the group amounted to £5m. This is derived from the total of unrestricted funds at the end of the reporting period less total value of fixed assets at the balance sheet date.

### **Plans for future periods**

The Coalfields Regeneration Trust across the UK has emerged as a key player facilitating the development of community capacity, by encouraging small voluntary, charitable and other organisations to expand their scope, build new partnerships and tackle more ambitious projects. We work in the heart and soul of coalfield communities, by investing resources, expertise and knowledge to ensure local people are able to fulfill their potential.

Our specific in-house programmes tackle key issues such as helping people into work, building skills and capacity and improving health.

The pandemic has brought to the fore the significant effects of health inequalities and we are introducing new innovative ways of addressing these issues with key partnership agencies.

With the continued support of the Scottish Government and Welsh Government we will continue as a British Trust serving the coalfield communities of England, Scotland and Wales.

Our strategic objectives are simple and respond directly to the evidenced problems. We are committed to changing the outlook for people in our communities and recognise that improved health, skills and employment prospects will greatly contribute to this aspiration.

We continue to pursue the creation of a new £40m fund for the Coalfields of England. It is the intention to use this fund to deliver investments in the form of new industrial commercial property, suitable for new and growing SME businesses in locations where growth is desperately needed.

### **OUR STRATEGIC OBJECTIVES 2019-2024**

To enable us to create opportunities for social and economic growth, deliver a positive lasting impact and ensure former mining communities are not disadvantaged by the legacy of the past the Trust will focus on the following strategic objectives:

1. Employment – the strategic goal will be to increase the number of people in work and create the conditions for new job opportunities in our communities.
2. Skills – grow the confidence and qualifications of our coalfields population
3. Health and wellbeing – improve the health outcomes for our coalfield population and increase the numbers of people taking part in healthy lifestyle activities.

The State of the Coalfields Report 2019\* confirmed that in all of the above themes coalfield communities lag behind the United Kingdom averages and overall 42% of our communities are among the top 30% most deprived.

\* [https://www.coalfields-regen.org.uk/research\\_and\\_reports/state-of-the-coalfields-2019-report/](https://www.coalfields-regen.org.uk/research_and_reports/state-of-the-coalfields-2019-report/)

### **The Future**

We know that within former mining communities there are significant opportunities. They have a distinct offer and the potential to contribute to the wider economy. This will require patience, collaboration, investment and direct government support. We will lobby for direct funding from

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

government to address evidenced issues, providing a compelling case for the reinstatement of a bespoke coalfields fund to help scale up our activities.

With the continued support of the Scottish Government and Welsh Government we will continue as a British Trust serving the coalfield communities of England, Scotland and Wales.

Our immediate focus will be to engage with key stakeholders and lobby the UK Government for the coalfields to receive a multi-million pound boost over the next five years.

#### **Structure, governance and management**

##### ***Governing Document***

The Coalfields Regeneration Trust is a charitable company limited by guarantee governed by its Memorandum and Articles of Association dated 7 March 2012. It is registered as a charity with the Charity Commission. The members of the Board are members of the Company and each agrees to contribute £1 in the event of the charity winding up.

##### ***Appointment of trustees***

A board of up to 16 non-executive trustees, 13 of whom are elected by a simple majority of all the trustees entitled to attend and vote at any meeting of the Board and 3 nominated Trustees governs the Trust. One nominated Trustee may be appointed by the Secretary of State for the Department of Communities and Local Government (DCLG), one by the Minister for Housing and Communities in the Scottish Government and one by the Minister for Local Government and Communities in the Welsh Government (The Nominating Authorities).

New Trustees are chosen with a view to ensuring that the Board contains an appropriate balance of experience relevant to the requirements of the operations of the Trust and in line with the requirements of its Memorandum & Articles of Association.

##### ***Trustee induction and training***

On appointment to the Trust Trustees receive:

- Job description; and
- Extensive background information including:
  - Annual reports
  - Statutory accounts
  - Recent Board minutes and
  - Code of Conduct for Trustees.

In addition, new Trustees benefit from 'on the job' training which results from Board and Committee meetings. Trustees also have regular contact with the principal officers of the Trust to ensure their knowledge of the Trust's work is comprehensive. Trustees are routinely asked if they have any training or information needs.

##### ***Activities in Scotland***

Over the last 12 months CRT Scotland has adapted the programmes we deliver to cope with the pandemic and lockdown restrictions,

The Community Action team has had to be creative and develop new strategies and tools to engage with people. We have developed the new Pace Standard Tool which allows a community to think about its physical elements, as well as its social aspects, and prompts discussion identifying the assets of a place as well as aspects of a place where improvements could be made.

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

When the pandemic hit we responded immediately to our communities who were delivering services to people in need and developed two funding programmes:

Coalfields Emergency Response Fund – aimed at community led projects which demonstrably meet the needs, concerns or issues arising in communities at the time of crisis.

Coalfields Adapt & Thrive Programme – established to support projects as they dealt with the specific barriers to operation that the pandemic had created.

The Community Futures Participatory Budget was utilised for community food growing projects,

Game On Scotland commenced in October but due to lockdown restrictions activities did not start until April 2021. The priorities of the programme are to coordinate and manage current delivery of our sporting activities and to establish new projects and programmes that will quickly build the number of young people engaging in sport.

#### ***Organisation***

The Board meets at least four times a year and delegates the day to day operation of the organisation to the principal officers who make up the Senior Management Team (SMT).

The Board delegates certain functions to Committees which regularly review their terms of reference to ensure they are fit for purpose. Any amendments require Board approval. There are currently five such Committees:

- **Audit and Risk Committee**  
This committee ensures that the internal control system, including audit activities of the Trust and any of its subsidiaries are monitored actively, independently and objectively. It also provides a medium of direct communication for the Trust's auditors.  
The Committee has a co-opted member with relevant financial expertise and qualifications.
- **General Purpose Committee**  
This committee receives and considers reports from members of the Board of Trustees, from the Chief Executive as well as considering and approving employment policies and procedures and governance related matters. The committee also has responsibility for Discipline and Grievance procedures.
- **English, Welsh and Scottish Committees**  
These committees may approve grant aid to an applicant to a maximum value of £10,000. The committees may draw up schedules of recommendation for approval or rejection in respect of all grant applications of £10,000 or more for presentation to the full Board of Trustees for final decision.

#### ***Pay policy for senior staff***

The pay of senior staff is reviewed annually and is increased at the same rate as all other employees of the Trust.

No trustee receives remuneration or any other benefit from their work with the Trust.

#### ***Related parties***

The following Trustees are also Trustees of The Community Legacy Trust:

Peter McNestry  
Nicolas Wilson

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

The following Trustees are directors of CRT Trading Limited:

Peter McNestry  
Michael Clapham  
Linda Rutter (appointed 04/11/20)

The following Trustees are directors of CRT Renewable Energy Limited:

Dawn Davies  
Nicolas Wilson

The following Trustees are directors of CRT Property Investments Limited:

Nicolas Wilson  
Wayne Thomas  
Keith Cunliffe (appointed 04/11/20)

The following Trustees are directors of CRT Community Enterprises Limited:

Nicolas Wilson  
Keith Cunliffe (appointed 04/11/20)

#### **Auditor**

The company's articles require annual reappointment of the auditors. Grant Thornton UK LLP have expressed willingness to continue in office. In accordance with S485(4) of the Companies Act 2006 a resolution to reappoint Grant Thornton UK LLP as auditors will be proposed at the Annual General Meeting.

#### **Reference and administrative details**

Charity number: 1074930  
Scottish Charity number: SCO 39277  
Company number: 03738566  
Registered Office: 1 Waterside Park, Valley Way, Wombwell, Barnsley, South Yorkshire, S73 0BB

Website: [www.coalfields-regen.org.uk](http://www.coalfields-regen.org.uk)

#### **Advisers**

Auditor	Grant Thornton UK LLP Senior Statutory Auditor, 1 Holly Street, Sheffield, S1 2GT
Bankers	NatWest 12 High St., Doncaster, DN1 1ED
	Handelsbanken 1 <sup>st</sup> Floor, Copia House, Great Cliffe Rd, Barnsley S75 3SP
Solicitor	Andrew Uprichard 1 Alexandra Rd, Buxton, Derbyshire, SK17 9NQ

#### **Public benefit**

The Trust, established in 1999, is dedicated to improving the quality of life for people living in Britain's coalfield communities. Our mission is to lead the way in coalfields regeneration and to restore healthy, prosperous and sustainable communities.

The Trust is about giving people aspirations, talking about the long term and making coalfield communities sustainable so they can be prosperous without our support. This all needs commitment and we at the Trust stand by our communities to help them to achieve their goals.

The principal activity is the promotion for the public benefit of urban or rural regeneration in areas of social and economic deprivation in the coalfield areas in England, Scotland and Wales.

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

***Directors and trustees***

The directors of the charitable company are its Trustees for the purpose of charity law.

The trustees and officers serving during the year were as follows:

**Directors:**

Peter McNestry M.B.E. (Chair)  
Nicolas Wilson (Vice Chair)  
Sylvia Wileman  
Wayne Thomas  
Dawn Davies  
Michael Clapham  
Robert Young  
Trudie McGuinness  
Nicky Stubbs  
Keith Cunliffe (appointed 21/7/20)  
Judith Kirton-Darling (appointed 21/7/20)  
Linda Rutter (appointed 21/7/20)

**Secretary:**

Louise Dyson (resigned 05/08/20)  
Teresa Jones (appointed 05/08/20)

**Principal officers:**

Gary Ellis	Chief Executive
Louise Dyson	Head of Finance & Corporate Services (resigned 30/09/20)
Andy Lock	Head of Operations (England)
Alun Taylor	Head of Operations (Wales) (resigned 31/10/21)
Pauline Douglas	Head of Operations (Scotland) (resigned 31/12/20)
Stuart Douglas	Head of Operations (Scotland) (appointed 19/07/21)
Shaun O'Brien	Property Investment & Development Director

## THE COALFIELDS REGENERATION TRUST

### FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

#### Trustees' responsibilities statement

The Trustees (who are also directors of the Coalfields Regeneration Trust for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. 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 the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable company/group for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles set out in the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's and group's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the trust deed. The Trustees are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

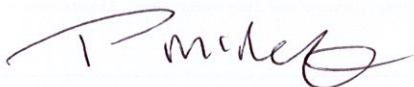
The Trustees confirm that:

- so far as each Trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

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

In approving the Report of the Trustees, the Trustees are also approving the Strategic Report in their capacity as company directors.

On behalf of the Board of Trustees



Peter McNestry (Chair)

Date: 3<sup>rd</sup> November 2021.

## **Independent auditor's report to the members and trustees of The Coalfields Regeneration Trust**

### **Opinion**

We have audited the financial statements of The Coalfields Regeneration Trust (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2021, which comprise the Consolidated and Charity Statements of Financial Activities (including the Consolidated and Charity Statements of Income and Expenditure), the Consolidated and Charity Balance Sheets, the Consolidated Statement of Cash Flows, 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, including Financial Reporting Standard 102; The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2021 and of the group's and the parent charitable company's incoming resources and application of resources, including the group's and the parent company's 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, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

### **Basis for opinion**

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts. We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial statements' section of our report. We are independent of the group and parent 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**

We are responsible for concluding 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 parent charitable company and group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the auditor's opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the parent charitable company or group to cease to continue as a going concern.

In our evaluation of the trustees' conclusions, we considered the inherent risks associated with the parent charitable company's and group's business model including effects arising from macro-economic uncertainties such as Brexit and Covid-19, we assessed and challenged the reasonableness of estimates made by the trustees and the related disclosures and analysed how those risks might affect the parent charitable company's and group's financial resources or ability to continue operations over the going concern period.

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 parent charitable company's and group'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.

## **Independent auditor's report to the members and trustees of The Coalfields Regeneration Trust**

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.

The responsibilities of the trustees with respect to going concern are described in the 'Responsibilities of trustees for the financial statements' section of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Report of the Trustees (incorporating the Strategic 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. 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 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 Strategic Report and the Directors' Report, prepared for the purposes of company law, included in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Strategic Report and the Directors' Report included in the Trustees' Annual Report have been prepared in accordance with applicable legal requirements.

### **Matter on which we are required to report under the Companies Act 2006**

In the light of the knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Strategic Report or the Directors' Report included in the Trustees' Annual Report.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- proper and adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's 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.

## **Independent auditor's report to the members and trustees of The Coalfields Regeneration Trust**

### **Responsibilities of trustees for the financial statements**

As explained more fully in the Trustees' Responsibilities Statement set out on page 14, 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 group and the parent 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 group or parent charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

### **Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

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

- The Company is subject to many laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements. We identified the following laws and regulations as the most likely to have a material effect if non-compliance were to occur; Charities SORP (FRS 102), FRS 102, Charities Act 2011, Data Protection Act 2018, the Charity Code of Governance, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the trust deed.
- We communicated relevant laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.
- We understood how the Company is complying with those legal and regulatory frameworks by making enquiries of management. We corroborated our enquiries through our review of board minutes and legal expenses.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by discussions with management to understand where management considered there is a susceptibility to fraud.

**Independent auditor's report to the members and trustees of  
The Coalfields Regeneration Trust**

- Audit procedures performed by the engagement team included:
  - evaluation of the controls established to address the risks related to irregularities and fraud;
  - testing manual journal entries, in particular journal entries determined to be large or relating to unusual transactions based on our understanding of the business;
  - identifying and testing related party transactions
  - completion of audit procedures to conclude on the compliance of disclosures in the annual report and accounts with applicable financial reporting requirements.
- Assessment of the appropriateness of the collective competence and capabilities of the engagement team included consideration of the engagement team's:
  - understanding of, and practical experience with audit engagements of a similar nature and complexity through appropriate training and participation
  - knowledge of the industry in which the client operates
  - understanding of the legal and regulatory requirements specific to the entity

**Use of our report**

This report is made solely to the charitable company's members and trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006, Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and 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 and 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 members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Peter Edwards  
Senior Statutory Auditor  
for and on behalf of Grant Thornton UK LLP  
Statutory Auditor, Chartered Accountants  
Sheffield  
Date: 3/11/2021

Grant Thornton UK LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**The Coalfields Regeneration Trust**  
**Consolidated Statement of Financial Activities**  
**(including consolidated income and expenditure account)**  
**for year ending 31 March 2021**

	Note	Unrestricted General Funds 2021 £'000	Unrestricted Pensions Funds 2021 £'000	Total Unrestricted Funds 2021 £'000	Restricted Funds 2021 £'000	Total Funds 2021 £'000	Total Funds 2020 £'000
<b>Income from:</b>							
Donations and legacies	4	-	-	-	2,551	2,551	1,301
Charitable activities	5	-	-	-	575	575	353
Other trading activities	6	96	-	96	-	96	103
Investments	7	3,249	33	3,282	-	3,282	3,271
Other		61	-	61	-	61	47
<b>Total</b>		<b>3,406</b>	<b>33</b>	<b>3,439</b>	<b>3,126</b>	<b>6,565</b>	<b>5,075</b>
<b>Expenditure on:</b>							
Charitable activities	8	2,029	66	2,095	2,837	4,932	3,589
Other		1,012	-	1,012	-	1,012	1,097
<b>Total</b>		<b>3,041</b>	<b>66</b>	<b>3,107</b>	<b>2,837</b>	<b>5,944</b>	<b>4,686</b>
Net gains / (losses) on investments	16	4,783	-	4,783	(336)	4,447	(446)
<b>Net income / (expenditure) before tax</b>		<b>5,148</b>	<b>(33)</b>	<b>5,115</b>	<b>(47)</b>	<b>5,068</b>	<b>(57)</b>
Tax charge	14	(899)	-	(899)	-	(899)	(17)
<b>Net income / (expenditure) for the year</b>		<b>4,249</b>	<b>(33)</b>	<b>4,216</b>	<b>(47)</b>	<b>4,169</b>	<b>(74)</b>
<b>Transfers between funds</b>		-	-	-	-	-	-
Actuarial (losses)/gains on defined benefit pension schemes (including restriction on pension asset)	20	-	77	77	-	77	(28)
<b>Net movement in funds</b>		<b>4,249</b>	<b>44</b>	<b>4,293</b>	<b>(47)</b>	<b>4,246</b>	<b>(102)</b>
<b>Reconciliation of funds:</b>							
Total funds brought forward	21/22	36,809	761	37,570	84	37,654	37,756
<b>Total funds carried forward</b>		<b>41,058</b>	<b>805</b>	<b>41,863</b>	<b>37</b>	<b>41,900</b>	<b>37,654</b>

All income and expenditure derive from continuing activities.

The notes on pages 23 to 39 form part of these accounts.

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**The Coalfields Regeneration Trust**  
**Charity Statement of Financial Activities**  
**(including income and expenditure account)**  
**for year ending 31 March 2021**

		Unrestricted General Funds 2021 £'000	Unrestricted Pensions Funds 2021 £'000	Total Unrestricted Funds 2021 £'000	Restricted Funds 2021 £'000	Total Funds 2021 £'000	Total Funds 2020 £'000
	Note						
<b>Income from:</b>							
Donations and legacies	4	-	-	-	2,551	2,551	1,301
Charitable activities	5	108	-	108	575	683	476
Investments	7	2,693	33	2,726	-	2,726	2,540
Other		61	-	61	-	61	48
<b>Total</b>		<b>2,862</b>	<b>33</b>	<b>2,895</b>	<b>3,126</b>	<b>6,021</b>	<b>4,365</b>
<b>Expenditure on:</b>							
Charitable activities	8	2,029	66	2,095	2,837	4,932	3,589
<b>Total</b>		<b>2,029</b>	<b>66</b>	<b>2,095</b>	<b>2,837</b>	<b>4,932</b>	<b>3,589</b>
Impairment loss on investments	16	(82)	-	(82)	(336)	(418)	-
<b>Net income / (expenditure)</b>		<b>751</b>	<b>(33)</b>	<b>718</b>	<b>(47)</b>	<b>671</b>	<b>776</b>
<b>Transfers between funds</b>		-	-	-	-	-	-
Actuarial losses on defined benefit pension schemes (including restriction on pension asset)	20	-	77	77	-	77	(28)
<b>Net movement in funds</b>		<b>751</b>	<b>44</b>	<b>795</b>	<b>(47)</b>	<b>748</b>	<b>748</b>
<b>Reconciliation of funds:</b>							
Total funds brought forward	21/22	36,771	761	37,532	84	37,616	36,868
<b>Total funds carried forward</b>		<b>37,522</b>	<b>805</b>	<b>38,327</b>	<b>37</b>	<b>38,364</b>	<b>37,616</b>

All income and expenditure derive from continuing activities.

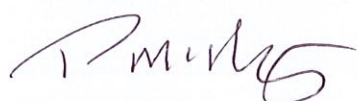
The notes on pages 23 to 39 form part of these accounts.

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**The Coalfields Regeneration Trust**  
**Consolidated and Charity Balance Sheet**  
**As at 31 March 2021**

	Note	<b>Group</b> <b>2021</b> <b>£'000</b>	<b>Group</b> <b>2020</b> <b>£'000</b>	<b>Charity</b> <b>2021</b> <b>£'000</b>	<b>Charity</b> <b>2020</b> <b>£'000</b>
<b>Fixed assets:</b>					
Tangible assets	15	<b>1,698</b>	1,664	<b>394</b>	644
Investments	16	<b>47,145</b>	42,265	<b>16,566</b>	16,416
<b>Total fixed assets</b>		<b>48,843</b>	43,929	<b>16,960</b>	17,060
<b>Current assets:</b>					
Debtors	17	<b>957</b>	799	<b>16,030</b>	15,482
Cash at bank and in hand		<b>7,165</b>	6,966	<b>5,252</b>	4,797
<b>Total current assets</b>		<b>8,122</b>	7,765	<b>21,282</b>	20,279
<b>Liabilities:</b>					
Creditors: Amounts falling due within one year	18	<b>(3,091)</b>	(4,672)	<b>(683)</b>	(484)
<b>Net current assets</b>		<b>5,031</b>	3,093	<b>20,599</b>	19,795
<b>Total assets less current liabilities</b>		<b>53,874</b>	47,022	<b>37,559</b>	36,855
Creditors: Amounts falling due after more than one year	19	<b>(12,779)</b>	(10,129)	-	-
<b>Net assets excluding pension asset</b>		<b>41,095</b>	36,893	<b>37,559</b>	36,855
Defined benefit pension scheme asset	20	<b>805</b>	761	<b>805</b>	761
<b>Total net assets</b>		<b>41,900</b>	37,654	<b>38,364</b>	37,616
<b>The funds of the charity:</b>					
Unrestricted funds		<b>41,863</b>	37,570	<b>38,327</b>	37,532
Restricted funds		<b>37</b>	84	<b>37</b>	84
<b>Total charity funds</b>	21/22	<b>41,900</b>	37,654	<b>38,364</b>	37,616

Approved by the Board of Trustees on 3/11/2021



Peter McNestry

Chair of trustees on behalf of the trustees

Company number: 03738566

The notes on pages 23 to 39 form part of these accounts.

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**The Coalfields Regeneration Trust**  
**Consolidated Statement of Cash Flows**  
**For year ending 31 March 2021**

	<b>Group 2021 £'000</b>	<b>Group 2020 £'000</b>
<b>Cash flows from operating activities:</b>		
Net cash used in operating activities	<b>(2,498)</b>	<b>(3,180)</b>
<b>Cash flows from investing activities:</b>		
Rents from investments	<b>3,247</b>	3,218
Interest received	<b>35</b>	53
Proceeds from sale of property, plant and equipment	-	-
Purchase of property, plant and equipment	<b>(674)</b>	(293)
Proceeds from sale of investments	<b>89</b>	698
Purchase of investments	-	(2,986)
Net cash used in investing activities	<b>2,697</b>	690
<b>Cash flows from financing activities:</b>		
Cash inflows from new borrowing	-	3,800
Net cash provided by financing activities	-	3,800
Change in cash and cash equivalents in the year	<b>199</b>	1,310
Cash and cash equivalents at the beginning of the year	<b>6,966</b>	5,656
<b>Cash and cash equivalents at the end of the year</b>	<b>7,165</b>	6,966

**Notes to the consolidated cash flow statement**

**a) Reconciliation of net income to net cash flow from operating activities**

Net income for the year	<b>4,169</b>	(74)
Depreciation charges	<b>72</b>	73
(Gains) / losses on investments	<b>(4,447)</b>	446
Loss/(profit) on investment disposals	<b>46</b>	80
Rental income	<b>(3,247)</b>	(3,218)
Interest received	<b>(35)</b>	(53)
(Increase) / decrease in debtors	<b>(158)</b>	(321)
Increase / (decrease) in creditors	<b>1,069</b>	(129)
Pension adjustment	<b>33</b>	16
<b>Net cash used in operating activities</b>	<b>(2,498)</b>	<b>(3,180)</b>

The notes on pages 23 to 39 form part of these accounts.

## **THE COALFIELDS REGENERATION TRUST FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

### **Notes on the accounts**

#### **1 Accounting Policies**

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

##### ***Basis of preparation***

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) (effective 1 January 2019) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Coalfields Regeneration 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 note.

The financial statements are presented in pound sterling and in round thousands (£'000's).

##### ***Preparation of accounts on a going concern basis***

After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future, being at least 12 months from the date that the financial statements are signed. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

##### ***Going concern***

It is pleasing to be able to report that during the past 12 months none of our staff have had a serious illness resulting from the pandemic.

The Trust has taken all reasonable steps over this period to support staff and keep them safe.

This has been achieved in the main with all staff working from home and ensuring they have the necessary kit to enable them to do so as effectively as possible.

The continued use and development of our communication capability, utilising Microsoft Teams and Zoom, has ensured we have been able to provide an efficient service while adhering to the restrictions in place.

As restrictions ease more office based work has commenced with all practical health and safety tools being utilised to ensure a safe and secure working environment.

The Trust's finances have held up well over this uncertain period with government grant funding continuing to be accessed and rental income from CRT Property Investment Limited (our wholly owned subsidiary) at an adequate level to support the charity.

Taking account of the above and the level of reserves held the cash available to the Trust to the end of 2022 will ensure even if the worst happened and a third wave be encountered there is sufficient funding to support our existing commitments.

CRT Property Investments has access to Bank funding and the existing facility has headroom of a further £6.5m. Given the March 2021 valuation and existing rental income both our loan to value ratio and income to interest cover remain well within the covenant parameters allowing further future drawdown when required.

## **THE COALFIELDS REGENERATION TRUST FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

Our other two wholly owned subsidiary companies CRT Renewables Limited and CRT Trading Limited are not affected by the pandemic given the nature of their business.

As a result of the above, the trustees, after reviewing cashflow forecasts prepared for a 12 month period after the date these financial statements are signed, do not believe that there are any material uncertainties, which cast significant doubt on the ability of the Trust to continue as a going concern.

### ***Group financial statements***

The financial statements consolidate the results of the charity, its wholly owned subsidiaries CRT Trading Limited, CRT Renewable Energy Limited, CRT Property Investments Limited and CRT Community Enterprises Limited on a line-by-line basis. The subsidiary, The Community Legacy Trust, has not been consolidated on the basis that it was dormant in the year.

### ***Income***

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

Income from government and other grants is recognised when the charity has entitlement to the funds, any performance conditions attached to the grant have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of provision of a specified service is deferred until the criteria for income recognition is met.

### ***Donated services and facilities***

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and the economic benefit can be measured reliably.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

### ***Interest receivable***

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the banks.

### ***Fund accounting***

Unrestricted funds are available to spend on activities that further any of the purposes of the charity.

Designated funds are unrestricted funds which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are solely to be used for particular areas of the trust's work or for specific projects being undertaken by the trust.

## THE COALFIELDS REGENERATION TRUST

### FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

#### ***Expenditure and irrecoverable VAT***

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs of activities undertaken to further the purposes of the charity and associated support costs.
- Other expenditure comprises the costs of commercial trading and associated support costs and those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

#### ***Allocation of support costs***

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include shared services, finance, IT, quality and governance which support the Trust's programmes and activities. These costs have been allocated between costs of raising funds and expenditure on charitable activities and are shown in note 8.

#### ***Operating leases***

Operating lease rentals are charged on a straight line basis over the term of the lease.

#### ***Tangible fixed assets***

Assets costing £2,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis as follows:

Freehold property	2% straight line
IT Equipment	33% straight line
Office equipment, furniture, fixtures & fittings	20% straight line
Solar panels	4% straight line
Biomass boiler & wind turbine	5% straight line

#### ***Investments***

Investment properties are valued annually and any surplus or deficit recognised in the year. Unlisted investments are stated at cost less any provision for diminution in value.

#### ***Debtors***

Debtors are recognised at their expected recoverable amount.

#### ***Cash at bank and in hand***

Cash at bank and in hand includes any short term, highly liquid investments requiring less than three months' notice.

#### ***Creditors and provisions***

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

#### ***Financial instruments***

The trust only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are measured at amortised cost using the effective interest method.

## **THE COALFIELDS REGENERATION TRUST**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

#### ***Pensions***

Existing employees of the charity were entitled to join the West Yorkshire Pension Fund (WYPF) which is funded by contributions from employee and employer or alternatively they may have opted to join the group stakeholder pension scheme operated by Scottish Widows which is funded by defined contributions from employee and employer.

Since 1 January 2008 new employees are only able to join the stakeholder scheme and cannot join the WYPF.

From 1 January 2015 new and existing employees who are not in the WYPF or Scottish Widows scheme are automatically enrolled into the National Employment Savings Trust (NEST) unless they have exercised their right to opt out of scheme's membership.

The WYPF is part of the Local Government Pension Fund (LGPF) which is a multi-employer funded defined benefit plan with benefits earned up to 31 March 2014 being linked to final salary. Benefits after 31 March 2014 are based on a Career Average Revalued Earnings scheme.

#### ***Concessionary loans***

An intercompany loan between The Coalfields Regeneration Trust and CRT Renewable Energy Limited is treated as a concessionary loan. They are initially recognised as a loan at the amount received and any impairment loss is recognised in income and expenditure. No interest is accrued on this loan.

## **2 Legal status of the Trust**

The Trust is a company limited by guarantee, incorporated in England and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

## **3 Judgements in applying accounting policies and key sources of estimation uncertainty**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The directors made the following judgements and estimates in preparing the financial statements.

#### ***Impairment of debtors***

The company makes an estimate of the recoverable value of trade and other debtors. When assessing the impairment of trade and other debtors, management considers factors which include the ageing of the debtors and historical experience.

#### ***Useful economic lives of property, plant and equipment***

The annual depreciation charge for property, plant and equipment is sensitive to changes in the estimated useful economic lives and residual value of the assets. These are re-assessed annually and are amended when necessary to reflect current estimates, based on technological advancement, economic utilisation and physical condition of the assets.

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**Defined Benefit Pension Scheme**

The present value of the Local Government Pension Scheme defined benefit liability depends on a number of factors that are determined on an actuarial basis using a variety of assumptions. The assumptions used in determining the net cost (income) for pensions include the discount rate. Any changes in these assumptions, which are disclosed in note 20, will impact the carrying amount of the pension liability. Furthermore a roll forward approach which projects results from the latest full actuarial valuation performed at 31 March 2019 has been used by the actuary in valuing the pensions liability at 31 March 2021. Any differences between the figures derived from the roll forward approach and a full actuarial valuation would impact on the carrying amount of the pension liability.

**4 Income from donations**

	<b>Group Restricted 2021 £'000</b>	<b>Group Restricted 2020 £'000</b>	<b>Charity Unrestricted 2021 £'000</b>	<b>Charity Restricted 2021 £'000</b>	<b>Charity Unrestricted 2020 £'000</b>	<b>Charity Restricted 2020 £'000</b>
Government grants	<b>2,200</b>	1,260	-	<b>2,200</b>	-	1,260
Donations	<b>351</b>	41	-	<b>351</b>	-	41
	<b>2,551</b>	1,301	-	<b>2,551</b>	-	1,301

**5 Income from charitable activities**

	<b>Group Unrestricted 2021 £'000</b>	<b>Group Restricted 2021 £'000</b>	<b>Group Unrestricted 2020 £'000</b>	<b>Group Restricted 2020 £'000</b>	<b>Charity Unrestricted 2021 £'000</b>	<b>Charity Restricted 2021 £'000</b>	<b>Charity Unrestricted 2020 £'000</b>	<b>Charity Restricted 2020 £'000</b>
Contracts and Service Level Agreements	-	<b>575</b>	10	343	-	<b>575</b>	10	343
Management charges	-	-	-	-	<b>108</b>	-	123	-
	-	<b>575</b>	10	343	<b>108</b>	<b>575</b>	133	343

**6 Income from other trading activities**

	<b>Group Unrestricted 2021 £'000</b>	<b>Group Unrestricted 2020 £'000</b>	<b>Charity Unrestricted 2021 £'000</b>	<b>Charity Unrestricted 2020 £'000</b>
Renewable energy	<b>96</b>	103	-	-
	<b>96</b>	103	-	-

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**7 Income from investments**

	Group Unrestricted 2021 £'000	Group Restricted 2021 £'000	Group Unrestricted 2020 £'000	Group Restricted 2020 £'000	Charity Unrestricted 2021 £'000	Charity Restricted 2021 £'000	Charity Unrestricted 2020 £'000	Charity Restricted 2020 £'000
Bank interest	2	-	12	-	2	-	8	-
Finance income	-	-	-	-	353	-	342	-
Property Income	3,247	-	3,218	-	-	-	-	-
Gift Aid received	-	-	-	-	2,338	-	2,149	-
Pension reserve income	33	-	41	-	33	-	41	-
	<b>3,282</b>	<b>-</b>	<b>3,271</b>	<b>-</b>	<b>2,726</b>	<b>-</b>	<b>2,540</b>	<b>-</b>

**8 Expenditure on charitable activities**

**GROUP AND CHARITY**

	Unrestricted 2021 £'000	Unrestricted Pension Fund 2021 £'000	Restricted 2021 £'000	Total 2021 £'000	Total 2020 £'000
<b>Grant making:</b>					
Grants approved	789	-	1,704	2,493	1,136
Staff costs	141	-	231	372	352
Other overheads	57	-	49	106	116
Governance	87	-	10	97	104
General support	386	-	46	432	456
	<b>1,460</b>	<b>-</b>	<b>2,040</b>	<b>3,500</b>	<b>2,164</b>
<b>Community Support:</b>					
Programme costs	18	-	192	210	222
Staff costs	241	-	575	816	699
Other overheads	125	-	8	133	171
Governance	34	-	4	38	52
General support	151	-	18	169	224
Pension	-	66	-	66	57
	<b>569</b>	<b>66</b>	<b>797</b>	<b>1,432</b>	<b>1,425</b>
<b>Total</b>	<b>2,029</b>	<b>66</b>	<b>2,837</b>	<b>4,932</b>	<b>3,589</b>

There were 511 grants approved in the year totalling £2,493k.

All grant approvals are intended to support the regeneration of coalfield communities and contribute towards the implementation plans agreed with the Trust's principle funders.

Grants are approved under our social investment templates to contribute to the Trust's strategic objectives.

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**9 Analysis of governance and general support costs**

	<b>Governance £'000</b>	<b>General support costs £'000</b>	<b>Total £'000</b>
Staff costs	98	285	383
Legal and professional fees	-	64	64
Audit	17	-	17
Trustee costs	1	-	1
IT	6	32	38
Marketing	-	57	57
Insurance	-	18	18
Depreciation	-	16	16
Other	13	129	142
	<b>135</b>	<b>601</b>	<b>736</b>

**10 Net income / (expenditure) for the year**

This is stated after charging:

	<b>Group 2021 £'000</b>	<b>Group 2020 £'000</b>	<b>Charity 2021 £'000</b>	<b>Charity 2020 £'000</b>
Depreciation	72	73	16	17
Loss/(profit) on disposal of fixed assets	46	80	-	-
Bank interest payable	347	330	-	-
Auditor's remuneration:				
Audit fee	31	29	17	16
Non-audit	15	13	9	7

**11 Analysis of staff costs, trustee remuneration and expenses and the costs of key management personnel**

	<b>Group 2021 £'000</b>	<b>Group 2020 £'000</b>	<b>Charity 2021 £'000</b>	<b>Charity 2020 £'000</b>
Salaries	1,464	1,316	1,342	1,208
Social security costs	148	135	133	122
Pension costs – defined contribution schemes	60	52	53	46
Pension costs – defined benefit scheme	43	58	43	58
	<b>1,715</b>	<b>1,561</b>	<b>1,571</b>	<b>1,434</b>
Other benefits	26	26	17	22
	<b>1,741</b>	<b>1,587</b>	<b>1,588</b>	<b>1,456</b>

## THE COALFIELDS REGENERATION TRUST

### FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

There were 5 employees (Charity: 4 employees) whose total employee benefits (excluding employer pension costs) exceeded £60,000 in the following ranges (2020: 6 Charity: 5).

	<b>Group 2021</b>	Group 2020	<b>Charity 2021</b>	Charity 2020
£60,000 - £70,000	<b>1</b>	3	<b>1</b>	3
£70,001 - £80,000	<b>2</b>	1	<b>2</b>	1
£80,001 - £90,000	-	-	-	-
£90,001 - £100,000	-	-	-	-
£100,001 - £110,000	<b>2</b>	2	<b>1</b>	1

The charity trustees were not paid or did not receive any other benefits from their service with the Trust or its subsidiaries in the year (2020: nil). No trustees received payment for professional or other services supplied to the charity (2020: nil). A total of £0.3k (2020: £11k) for 3 (2020: 8) trustees was reimbursed or met by the charity for travel and subsistence.

The key management personnel of the Trust comprise the Chief Executive and the Head of Finance & Corporate Services.

The total employee benefits of the key personnel of the Trust were £197k (2020: £202k).

#### 12 Staff numbers

The average monthly head count was 42 staff (2020: 37) and the average monthly number of full-time equivalent employees during the year was as follows:

	<b>Group 2021</b>	Group 2020	<b>Charity 2021</b>	Charity 2020
Grant making	<b>4</b>	4	<b>4</b>	4
Community support	<b>28</b>	25	<b>28</b>	25
Management and administration	<b>8</b>	8	<b>6</b>	6
	<b>40</b>	37	<b>38</b>	35

#### 13 Related party transactions

The following Trustees are also Trustees of The Community Legacy Trust:

Peter McNestry  
Nicolas Wilson

The following Trustees are directors of CRT Trading Limited:

Peter McNestry  
Michael Clapham  
Linda Rutter (appointed on 04/11/20)

The following Trustees are directors of CRT Renewable Energy Limited:

Dawn Davies  
Nicolas Wilson

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

The following Trustees are directors of CRT Property Investments Limited:

Nicolas Wilson

Wayne Thomas

Keith Cunliffe (appointed on 04/11/20)

The following Trustees are directors of CRT Community Enterprises Limited:

Nicolas Wilson

Keith Cunliffe (appointed on 04/11/20)

**14 Taxation**

<b>GROUP</b>	<b>2021</b>	<b>2020</b>
<b>Analysis of tax (credit) charge for the period</b>	<b>£'000</b>	<b>£'000</b>
Current tax		
UK corporation tax at 19% (2020: 19%)	1	17
Deferred tax		
Origination and reversal of timing differences	898	-
Tax payable	899	17
<b>Provision for deferred tax</b>		
Fixed asset differences	898	-
Total deferred tax liability	898	-
Movement in provision:		
Provision brought forward	-	-
Charge for the period	898	-
Provision carried forward	898	-

Factors affecting the current tax charge for the year:

The tax charge for the year is lower (2020: higher) than the standard rate of corporation tax in the UK of 19% (2020: 19%). The differences are explained below:

	<b>2021</b>	<b>2020</b>
	<b>£'000</b>	<b>£'000</b>
Current tax reconciliation		
Net income / (expenditure) before tax	5,068	(57)
Current tax at 19% (2020: 19%)	963	(11)
Effects of:		
Items not subject to corporation tax	317	262
Expenses not deductible for tax purposes	68	81
Fixed asset timing differences	(904)	111
Tax losses carried forward (utilised)	-	-
Deferred tax timing differences	898	-
Overprovision in previous year	(443)	(426)
Total current tax charge	899	17

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**15 Tangible fixed assets**

<b>GROUP</b>	Freehold land & buildings £'000	Assets under construction £'000	IT equipment £'000	Fixtures fittings & equipment £'000	Solar Panels £'000	Biomass Boiler £'000	Wind Turbine £'000	<b>Total £'000</b>
<b>Cost</b>								
At 1 April 2020	481	327	157	25	1,087	109	142	<b>2,328</b>
Additions	-	674	-	-	-	-	-	<b>674</b>
Transfer to investment property	-	(568)	-	-	-	-	-	<b>(568)</b>
Disposals	-	-	-	-	-	-	-	<b>-</b>
At 31 March 2021	<b>481</b>	<b>433</b>	<b>157</b>	<b>25</b>	<b>1,087</b>	<b>109</b>	<b>142</b>	<b>2,434</b>
<b>Depreciation</b>								
At 1 April 2020	77	-	151	25	330	38	43	<b>664</b>
Charge for year	10	-	6	-	44	6	6	<b>72</b>
At 31 March 2021	<b>87</b>	<b>-</b>	<b>157</b>	<b>25</b>	<b>374</b>	<b>44</b>	<b>49</b>	<b>736</b>
<b>Net Book Value</b>								
At 31 March 2021	<b>394</b>	<b>433</b>	<b>-</b>	<b>-</b>	<b>713</b>	<b>65</b>	<b>93</b>	<b>1,698</b>
At 31 March 2020	404	327	6	-	757	71	99	1,664

<b>CHARITY</b>	Freehold land & buildings £'000	IT equipment £'000	Fixtures fittings & equipment £'000	Assets under construction £'000	<b>Total £'000</b>
<b>Cost</b>					
At 1 April 2020	481	157	25	234	<b>897</b>
Additions	-	-	-	334	<b>334</b>
Transfer to investment property	-	-	-	(568)	<b>(568)</b>
At 31 March 2021	<b>481</b>	<b>157</b>	<b>25</b>	<b>-</b>	<b>663</b>
<b>Depreciation</b>					
At 1 April 2020	77	151	25	-	<b>253</b>
Charge for year	10	6	-	-	<b>16</b>
At 31 March 2021	<b>87</b>	<b>157</b>	<b>25</b>	<b>-</b>	<b>269</b>
<b>Net Book Value</b>					
At 31 March 2021	<b>394</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>394</b>
At 31 March 2020	404	6	-	234	644

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**16 Investments**

<b>GROUP</b>	<b>Investment properties £'000</b>
<b>Fair value</b>	
At 1 April 2020	42,265
Additions	-
Transfer from property plant and equipment	568
Disposals	(135)
Fair value adjustment	4,447
<b>At 31 March 2021</b>	<b>47,145</b>
At 31 March 2020	42,265
The historical cost of properties held at fair value is as follows:	
<b>At 31 March 2021</b>	<b>42,484</b>
At 31 March 2020	41,916

<b>CHARITY</b>	<b>Investment in group undertakings £'000</b>	<b>Investment Property £'000</b>	<b>Total £'000</b>
<b>Cost</b>			
At 1 April 2020	16,765	-	16,765
Transfer from property plant and equipment	-	568	568
Fair value adjustment	-	(418)	(418)
	16,765	150	16,915
<b>Impairment</b>			
At 1 April 2020	349	-	349
Charge in year			
At 31 March 2021	349	-	349
Net book value			
<b>At 31 March 2021</b>	<b>16,416</b>	<b>150</b>	<b>16,566</b>
At 31 March 2020	16,416	-	16,416

The historical cost of properties held at fair value is as follows:	<b>£'000</b>
<b>At 31 March 2021</b>	<b>568</b>
At 31 March 2020	-

The investment properties were valued at 31 March 2021 by BNP Paribas Real Estate, an independent valuer with a recognised and relevant professional qualification and with recent experience in the location and category of the investment property being valued. The properties have been valued on the basis of open market value in accordance with the Appraisal and Valuation Manual of The Royal Institute of Chartered Surveyors

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

<b>Subsidiary</b>	<b>Company number</b>	<b>Charity number</b>	<b>Equity shareholding</b>	<b>Principal activity</b>
CRT Trading Limited	04547241	n/a	100%	Business loans
The Community Legacy Trust	06855302	1133280	n/a*	Dormant
CRT Renewable Energy Limited	07876060	n/a	100%	Renewable initiatives
CRT Property Investments Limited	08380021	n/a	100%	Property Investment
CRT Community Enterprises Limited	08791168	n/a	100%	Property Investment

\*The Community Legacy Trust is a company limited by guarantee and is treated as a subsidiary of the Trust by virtue of it being the founder member and by holding the majority of voting rights.

The financial results of the subsidiaries for the year ended 31 March 2021 and their net assets at that date are as follows:

	<b>CRT Trading Limited £'000</b>	<b>CRT Renewable Energy Limited £'000</b>	<b>CRT Property Investments Limited £'000</b>	<b>CRT Community Enterprises Limited £'000</b>
Income	-	96	3,208	-
Expenditure	(2)	(135)	(584)	(7)
Other operating income	-	-	37	-
Other operating expense	-	-	-	(46)
Interest receivable	-	-	2	-
Interest payable	-	-	(699)	-
Net gain on investments	-	-	4,865	-
Profit/ (loss) before tax	(2)	(39)	6,829	(53)
Tax payable	-	2	(901)	-
Trading profit/ (loss) for the year	(2)	(37)	5,928	(53)
Gift aid payment	-	(26)	(2,312)	-
<b>Profit / (Loss) for the year</b>	<b>(2)</b>	<b>(63)</b>	<b>3,616</b>	<b>(53)</b>
<b>Net Assets at 31 March 2021</b>	<b>366</b>	<b>309</b>	<b>19,292</b>	<b>(15)</b>

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**17 Debtors**

	<b>Group 2021 £'000</b>	<b>Group 2020 £'000</b>	<b>Charity 2021 £'000</b>	<b>Charity 2020 £'000</b>
Trade debtors	321	292	1	26
Amounts owed by group undertakings	-	-	15,968	15,409
Prepayments and accrued income	636	507	61	47
	<b>957</b>	<b>799</b>	<b>16,030</b>	<b>15,482</b>

Amounts falling due after more than one year included above are:

	<b>Group 2021 £'000</b>	<b>Group 2020 £'000</b>	<b>Charity 2021 £'000</b>	<b>Charity 2020 £'000</b>
Amounts owed by group undertakings	-	-	12,504	12,151

**18 Creditors: amounts falling due within one year**

	<b>Group 2021 £'000</b>	<b>Group 2020 £'000</b>	<b>Charity 2021 £'000</b>	<b>Charity 2020 £'000</b>
Bank loans	-	2,650	-	-
Grants payable	193	49	193	49
Trade creditors	88	154	56	132
Accruals	1,263	1,158	367	234
Corporation tax	444	443	-	-
Deferred tax	898	-	-	-
Other taxation and social security	205	218	67	69
	<b>3,091</b>	<b>4,672</b>	<b>683</b>	<b>484</b>

**19 Creditors: amounts falling due after one year**

	<b>Group 2021 £'000</b>	<b>Group 2020 £'000</b>	<b>Charity 2021 £'000</b>	<b>Charity 2020 £'000</b>
Bank loans	12,779	10,129	-	-
	<b>12,779</b>	<b>10,129</b>	<b>-</b>	<b>-</b>

The bank loan is secured on investment properties with a carrying value of £41,955k. The loan is charged at 2.5% over LIBOR and is repayable between 25 May 2022 and 20 December 2024.

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**20 Pensions and other post-retirement benefits**

The Trust operates a defined benefit pension scheme which is part of the West Yorkshire Pension Fund multi-employer scheme. The assets of the scheme are held separately from those of the Trust and are independently administered.

The valuation used has been based on the most recent actuarial valuation at 31 March 2019 and was updated by Aon Hewitt to take account of the requirements of FRS 102

The assets and liabilities of the scheme at 31 March are:

	2021 £'000	2020 £'000
<i>Scheme assets at fair value</i>		
Equities	10,042	8,072
Property	479	469
Government bonds	1,046	1,000
Corporate bonds	580	531
Cash	252	198
Other	202	146
Fair value of scheme assets	12,601	10,416
Present value of funded defined benefit obligations	(10,655)	(8,984)
Funded status	1,946	1,432
Unrecognised asset	(1,141)	(671)
<b>Asset recognised on the balance sheet</b>	<b>805</b>	<b>761</b>

The amounts recognised in the income statement are as follows:

	2021 £'000	2020 £'000
<b>Operating cost</b>		
Current service cost	109	115
Past service cost	-	-
<b>Financing cost</b>		
Interest on net defined benefit asset	(33)	(41)
<b>Pension expense recognised</b>	<b>76</b>	<b>74</b>

Amount recognised in other comprehensive income

	2021 £'000	2020 £'000
Asset gains / (losses) in the year	2,172	(1,082)
Liability (losses) / gains in the year	(1,625)	852
Change in the effect of asset ceiling	(15)	-
Adjustment to reflect restriction on pension asset	(455)	202
<b>Total amount recognised</b>	<b>77</b>	<b>(28)</b>

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

Changes in the present value of the defined benefit obligation are analysed as follows:

	<b>2021</b>	<b>2020</b>
	<b>£'000</b>	<b>£'000</b>
At 1 April 2020	<b>8,984</b>	9,646
Current service cost	<b>109</b>	115
Interest expense on defined benefit obligation	<b>204</b>	230
Contributions by participants	<b>26</b>	27
Actuarial losses / (gains) on liabilities	<b>1,625</b>	(852)
Net benefits paid	<b>(293)</b>	(182)
Past service cost	<b>-</b>	-
<b>At 31 March 2021</b>	<b>10,655</b>	8,984

Changes in the fair value of plan assets are analysed as follows:

	<b>2021</b>	<b>2020</b>
	<b>£'000</b>	<b>£'000</b>
At 1 April 2020	<b>10,416</b>	11,324
Interest on income assets	<b>237</b>	271
Re-measurement gains / (losses) on assets	<b>2,172</b>	(1,082)
Employer contributions	<b>43</b>	58
Participant contributions	<b>26</b>	27
Net benefits paid	<b>(293)</b>	(182)
<b>At 31 March 2021</b>	<b>12,601</b>	10,416

Main assumptions

	<b>2021</b>	<b>2020</b>
	<b>%</b>	<b>%</b>
Discount rate	<b>2.1</b>	2.3
CPI inflation	<b>2.7</b>	2.0
Pension increases	<b>2.7</b>	2.0
Pension accounts revaluation rate	<b>2.7</b>	2.0
Salary increases	<b>3.95</b>	3.25
Post-retirement mortality:		
Current pensioners aged 65 – male	<b>21.9</b>	21.8
Current pensioners aged 65 – female	<b>24.7</b>	24.6
Future pensioner current age 45 - male	<b>22.6</b>	22.5
Future pensioner current age 45 - female	<b>25.8</b>	25.7

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**21 Restricted funds**

**Analysis of movement in restricted funds**

	Balance at 1 April 2020 £'000	Income £'000	Expenditure £'000	Transfers £'000	Gains and losses £'000	Balance at 31 March 2021 £'000
DCMS	-	1,000	(1,000)	-	-	-
Wakefield MDC	-	15	(15)	-	-	-
Sheffield Futures	-	108	(108)	-	-	-
Yorkshire Sport	-	6	(6)	-	-	-
Five Towns PCN	-	28	(28)	-	-	-
Scottish Government	-	750	(750)	-	-	-
Big Lottery Scotland	21	-	(21)	-	-	-
Fife Council	10	-	(5)	-	-	5
Other	45	-	(37)	-	-	8
Scotland Towns	-	3	(3)	-	-	-
Corra Foundation	-	25	(25)	-	-	-
DWP Kickstart	-	2	-	-	-	2
Sustrans	3	147	(133)	-	-	17
East Ayrshire DC	-	5	-	-	-	5
Welsh Assembly	-	450	(450)	-	-	-
Merthyr Tydfil CBC RDP	5	0	(5)	-	-	-
Golf Foundation	-	2	(2)	-	-	-
Moondance Foundation	-	144	(144)	-	-	-
WCVA Together Fund	-	13	(13)	-	-	-
Cefn Golau Driving Change	-	63	(63)	-	-	-
Building for the Future	-	142	-	-	(142)	-
THI Heritage Lottery	-	186	-	-	(186)	-
Blaenau Gwent Enhancement	-	8	-	-	(8)	-
Invoiced services	-	14	(14)	-	-	-
Coronavirus Job Retention Scheme	-	15	(15)	-	-	-
<b>CHARITY TOTAL</b>	<b>84</b>	<b>3,126</b>	<b>(2,837)</b>	<b>-</b>	<b>(336)</b>	<b>37</b>
Subsidiary Companies	-	-	-	-	-	-
<b>GROUP TOTAL</b>	<b>84</b>	<b>3,126</b>	<b>(2,837)</b>	<b>-</b>	<b>(336)</b>	<b>37</b>

**Purpose of funds**

All funds are used to deliver activity in accordance with the Trust's objectives in Scotland and Wales respectively.

**22 Analysis of net assets between funds**

	Group Unrestricted Funds (including Pension) £'000	Group Restricted £'000	Group Total £'000	Charity Unrestricted Funds (including Pension) £'000	Charity Restricted £'000	Charity Total £'000
Tangible fixed assets	1,698	-	1,698	394	-	394
Investments	47,145	-	47,145	16,566	-	16,566
Cash at bank and in hand	7,128	37	7,165	5,215	37	5,252
Other net current (liabilities) / assets	(2,134)	-	(2,134)	15,347	-	15,347
Creditors due after one year	(12,779)	-	(12,779)	-	-	-
Pension Scheme Asset	805	-	805	805	-	805
<b>Total</b>	<b>41,863</b>	<b>37</b>	<b>41,900</b>	<b>38,327</b>	<b>37</b>	<b>38,364</b>

**THE COALFIELDS REGENERATION TRUST**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**23 Leasing commitments**

Operating lease and rental payments fall due as follows:

Group and charity	<b>Equipment 2021 £'000</b>	<b>Equipment 2020 £'000</b>
In one year or less	<b>10</b>	13
Between one and five years	-	10
	<b>10</b>	<b>23</b>

**24 Financial commitments**

The group had no capital commitments at 31 March 2021 (2020: £269k).  
There were no contingent liabilities at the year end.