

Report of the Trustees and
Financial Statements for the Year Ended 31 December 2021
for
North Liverpool Regeneration Company
Ltd

V & R Accountancy Services
Chartered Certified Accountants
Cropton House
Three Tuns Lane
Formby
Merseyside
L37 4AQ

North Liverpool Regeneration Company
Ltd

Contents of the Financial Statements
for the Year Ended 31 December 2021

	Page
Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7 to 8
Notes to the Financial Statements	9 to 14

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

North Liverpool Regeneration Company Limited was established with the objectives of the promotion, for public benefit, of urban or rural regeneration in areas of social and economic deprivation in Merseyside.

On 10th June 2021, a special resolution was passed by the Board to add the following to the Company's objects:

To promote and protect all or any aspects of the health of the public by (but without prejudice to the generality of the foregoing), the provision of financial and other forms of support to registered charities focused on cancer and the care of children suffering from illness or disability.

Public benefit

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

The Charity delivers public benefit by:

1) Continuing to work towards developing a sustainable community based facility within the local area. The Charity always has the focus of accessing resources in order to create facilities to improve both the social and economic development of the local area.

In furtherance of this aim, North Liverpool Regeneration Company have been working closely with another like minded charity based in the south end of the city. We have developed a strong partnership with The Florence Institute Trust (the Florrie) and have been working closely on both a new training initiative and community activities. We have successfully collaborated on initiatives such as the Summer Playscheme and the Summer School Meal Project which is much needed due to the high level of poverty and deprivation experienced by families within the south end of the city. NLRCo has also arranged day trips for members of the local community and have organised and hosted sporting activities.

2) The Charity delivers training programmes, such as the Access To Work Programme (ILM). Strong links with local Companies create employment opportunities for the candidates with the view to them either progressing onto an Apprenticeship or further training.

3) The land and buildings owned by the Charity have been renovated to high standards so that they can be put into effective use, for office space and residential accommodation to let.

ACHIEVEMENT AND PERFORMANCE

Review of activities

The period of 2021 was still a strange year, part of the year was dealing with the small relaxation of the COVID rules and coming out of lockdown once the lockdown rules had been lifted and trying to get back to normality after living through impacts of the pandemic. As an organisation, we continued to ensure that H&S was at the forefront of our activities to ensure that staff, community members and volunteers remained safe. Even though the lockdowns had been lifted and everyone was getting back to normal, COVID still existed. During the period of 2021, we continued to hold meetings via zoom and teams' calls, and life started to get back to normal slowly.

64 Mount Pleasant

As stated in last year's report, we met with Cunliffe Architect as a starting point regarding the planning conditions and identified the next steps to get the project underway. Cunliffes and a further Architects Studio RBA tendered with proposed costing to become the appointed Architects on the project, on review of both proposals Studio RBA were appointed. We have been working closely with Studio RBA regarding the drawing, they are currently at Stage 4 of their scheme regarding the drawing. Due to the planning constraints of the refurbishment work they are having to work closely with Liverpool City Council Planning to ensure that all of the constraints are satisfied with the planning conditions. Due to COVID and other issues at the Council it has been a challenge and has slowed the process down. At present Studio RBA are currently talking to 4 local contractors regarding tendering for the work. Studio RBA have agreed as part of the tendering process that they will stipulate that local labour and purchasing will take place on the project to reinforce inward investment for Local Companies in Liverpool.

ACHIEVEMENT AND PERFORMANCE

Training

As stated in last year's report the organisations, the employers and partners we were working with on the ILM and Inclusion & Progression project adapted the deliver to ensure that the delivery of the programme was not impacted due to the pandemic. Unfortunately the ILM project came to an end in July 2021. Partner organisations and ourselves were disappointed when Alt Valley informed us that they would not be going for an extension on the project. The project really gave young people the opportunity to find their feet in an employment setting, access training to support their knowledge and skill set and also helped them gain first-hand experience of working life for a 26-week period. The opportunity of the ILM programme gave the candidates a chance to build up their CV's and also helped to develop their soft skills such as confidence building, motivation, communication skills, work ethic, skills which they might have not developed before due to lack of experience. The candidates received training to assist them in applying for full time employment. NLRCo maintained the 95% success rate till the end of the project, and we would like to thank all of the organisations/companies which we have worked with over the ILM project for making it such a successful programme.

Inclusion and Progression

The Inclusion and Progression programme is currently in the 2nd phase of delivery, partners continued to reach students via zoom sessions during lock down and since lock down have reported back that they found it hard to encourage young people back into the centres to take part in the training. Due to this, recruitment has been slow in the second phase of the delivery. We have been working with partners to think of alternative ways to engage with young people. Numbers have been increasing and candidates have been successfully hitting the positive outcomes of progressing into further training or employment.

The Inclusion and progression programme is now in its second phase of delivery, as noted within the last report the two main delivery partners are VNC and MCDT. Both partners continued to delivery training during the pandemic it was a challenge, but they had to provide alternative provision via Zoom classes, work packs whilst they could not have face to face contact within the training facilities. The project is planned to run till June 2022, the project is still successfully hitting positive outcomes in the region of 90% with candidates progressing into further training of apprenticeship or traineeship. Some candidates have even progressed into Employment or onto the Kick Start Programmes. At present we are working with the DWP to submit an Extension of provision on the project up until December 2023. We are also hoping that as time goes by the DWP will announce further funding opportunities that we can apply for.

Kick Start Project

The Kick Start programme was a challenge and due to having to work through the DWP for recruitment it created a lot of barriers. We fulfilled our commitment of delivery, with some very successful outcomes of young people securing future employment and further training. The grass route experience that the young people received gave them the real experience that they required to develop new skills to enhance their own confidence levels. However, we believe if NLRCo would have had more control over the recruitment and the approval of employers being involved in the project we would have been able to reach out to more young people.

The trustees consider that the charity's aims have been delivered in this financial year but it has not been without challenge or negativity from Local Councillors, community members and publicity in Local Newspapers. As Trustees we have had to manage the negativity and focus on the positive outcomes of the work which are coming from the Community projects.

FINANCIAL REVIEW

Investment policy and objectives

The trustees' investment powers are governed by the Memorandum and Articles of Association, which permits the charity's funds to be invested in securities or property as may be thought fit, subject to conditions and consents as laid down in the organisation's governing documents.

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

The trustees are however concerned that the current economic situation will have had a detrimental impact on the value of the charity's investment properties. It is intended that these properties will be revalued, and written down where appropriate, before the end of this financial year.

FUTURE PLANS

Currently we have signed up with the ESS Assist who take you through the provision of being able to tender for low provision contracts with DWP. This registration will give us the scope to be able to offer further training and reach out to further young people who need access to training. Also as and when required the Trustees have spoken about selling assets which in turn they will then donate the funds to the 64 Trust, so they are able to continue the excellent work the trust has been doing over the last 2 years.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. Potential risks, once identified, will be monitored and controlled to mitigate any impact that they may have on the organisation in the future.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03248264 (England and Wales)

Registered Charity number

1078426

Registered office

64 Mount Pleasant
Liverpool
Merseyside
L3 5SD

Trustees

Mrs P Connolly (resigned 14.12.21)
J Nelson (resigned 14.12.21)
S McAllister
Ms S A Shea (appointed 31.1.22)

Independent Examiner

V & R Accountancy Services
Chartered Certified Accountants
Cropton House
Three Tuns Lane
Formby
Merseyside
L37 4AQ

Approved by order of the board of trustees on 29 September 2022 and signed on its behalf by:

Ms S A Shea - Trustee

Independent examiner's report to the trustees of North Liverpool Regeneration Company Ltd ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of FCCA which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

G J Rummens
FCCA
V & R Accountancy Services
Chartered Certified Accountants
Cropton House
Three Tuns Lane
Formby
Merseyside
L37 4AQ

29 September 2022

North Liverpool Regeneration Company
Ltd

Statement of Financial Activities
for the Year Ended 31 December 2021

	Notes	31.12.21 Unrestricted fund £	31.12.20 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		108,415	161,920
Charitable activities			
Access To Work		190,282	252,364
Total		<u>298,697</u>	<u>414,284</u>
EXPENDITURE ON			
Charitable activities			
Access To Work		383,441	271,215
Community activities		480,405	37,379
Other		41,339	99,380
Total		<u>905,185</u>	<u>407,974</u>
Net gains/(losses) on investments		341,026	(1,612,638)
NET INCOME/(EXPENDITURE)		<u>(265,462)</u>	<u>(1,606,328)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		7,952,767	9,559,095
TOTAL FUNDS CARRIED FORWARD		<u><u>7,687,305</u></u>	<u><u>7,952,767</u></u>

The notes form part of these financial statements

Balance Sheet
31 December 2021

	Notes	31.12.21 Unrestricted fund £	31.12.20 Total funds £
FIXED ASSETS			
Tangible assets	6	284,526	291,368
Investments			
Investments	7	1	1
Investment property	8	3,233,107	3,233,107
		<hr/>	<hr/>
		3,517,634	3,524,476
CURRENT ASSETS			
Debtors	9	441,770	301,019
Investments	10	3,660,660	3,994,634
Prepayments and accrued income		-	178,075
Cash at bank		410,110	492,574
		<hr/>	<hr/>
		4,512,540	4,966,302
CREDITORS			
Amounts falling due within one year	11	(267,725)	(483,251)
		<hr/>	<hr/>
NET CURRENT ASSETS		4,244,815	4,483,051
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		7,762,449	8,007,527
PROVISIONS FOR LIABILITIES	12	(75,144)	(54,760)
		<hr/>	<hr/>
NET ASSETS		7,687,305	7,952,767
		<hr/>	<hr/>
FUNDS	13		
Unrestricted funds		7,687,305	7,952,767
		<hr/>	<hr/>
TOTAL FUNDS		7,687,305	7,952,767
		<hr/>	<hr/>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 29 September 2022 and were signed on its behalf by:

S A Shea - Trustee

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 (FRS 102) (effective 1 January 2019)', 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 the historical cost convention, with the exception of investments which are included at market value.

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.

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

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

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.

2. NET INCOME/(EXPENDITURE)

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

	31.12.21	31.12.20
	£	£
Depreciation - owned assets	6,842	7,123
	<u> </u>	<u> </u>

3. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

4. STAFF COSTS

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

	31.12.21	31.12.20
	4	4
Staff	<u> </u>	<u> </u>

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

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	161,920
Charitable activities	
Access To Work	252,364
Total	<u>414,284</u>
EXPENDITURE ON	
Charitable activities	
Access To Work	271,215
Community activities	37,379
Other	99,380
Total	<u>407,974</u>
Net gains/(losses) on investments	<u>(1,612,638)</u>
NET INCOME/(EXPENDITURE)	<u>(1,606,328)</u>

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

RECONCILIATION OF FUNDS

Total funds brought forward

9,559,095

TOTAL FUNDS CARRIED FORWARD

7,952,767

6. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 January 2021 and 31 December 2021	300,000	18,944	108,969	427,913
DEPRECIATION				
At 1 January 2021	12,000	17,884	106,661	136,545
Charge for year	6,000	265	577	6,842
At 31 December 2021	18,000	18,149	107,238	143,387
NET BOOK VALUE				
At 31 December 2021	282,000	795	1,731	284,526
At 31 December 2020	288,000	1,060	2,308	291,368

7. FIXED ASSET INVESTMENTS

Shares in
group
undertakings
£

MARKET VALUE

At 1 January 2021 and 31 December 2021

1

NET BOOK VALUE

At 31 December 2021

1

At 31 December 2020

1

There were no fixed asset investments outside the UK.

8. INVESTMENT PROPERTY

£

FAIR VALUE

At 1 January 2021
and 31 December 2021

3,233,107

NET BOOK VALUE

At 31 December 2021

3,233,107

At 31 December 2020

3,233,107

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

31.12.21 31.12.20

£ £

Amounts owed by group undertakings

80,037 92,414

Other debtors

361,733 208,605

441,770 301,019

10. CURRENT ASSET INVESTMENTS

31.12.21 31.12.20

£ £

Listed investments

3,660,660 3,994,634

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

31.12.21 31.12.20

£ £

Trade creditors

250,951 255,170

Social security and other taxes

3,580 2,293

Other creditors

- 214,097

Accruals and deferred income

13,194 11,691

267,725 483,251

12. PROVISIONS FOR LIABILITIES

31.12.21 31.12.20

£ £

Provisions

75,144 54,760

13. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	7,952,767	(265,462)	7,687,305
TOTAL FUNDS	<u>7,952,767</u>	<u>(265,462)</u>	<u>7,687,305</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	298,697	(905,185)	341,026	(265,462)
TOTAL FUNDS	<u>298,697</u>	<u>(905,185)</u>	<u>341,026</u>	<u>(265,462)</u>

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	9,559,095	(1,606,328)	7,952,767
TOTAL FUNDS	<u>9,559,095</u>	<u>(1,606,328)</u>	<u>7,952,767</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	414,284	(407,974)	(1,612,638)	(1,606,328)
TOTAL FUNDS	<u>414,284</u>	<u>(407,974)</u>	<u>(1,612,638)</u>	<u>(1,606,328)</u>

13. MOVEMENT IN FUNDS - continued

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

	At 1.1.20 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	9,559,095	(1,871,790)	7,687,305
TOTAL FUNDS	<u>9,559,095</u>	<u>(1,871,790)</u>	<u>7,687,305</u>

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	712,981	(1,313,159)	(1,271,612)	(1,871,790)
TOTAL FUNDS	<u>712,981</u>	<u>(1,313,159)</u>	<u>(1,271,612)</u>	<u>(1,871,790)</u>

14. RELATED PARTY DISCLOSURES

At 31st December 2021, North Liverpool Regeneration Company Limited was owed £167,212 by Vauxhall Neighbourhood Council Limited, a registered charity of which Ms P Connolly is Chief Executive. This amount is included within Other Debtors.

At 31st December 2021, North Liverpool Regeneration Company Limited was owed £27,408 by Liverpool Action To Create Jobs Limited, of which Mr J Nelson is a Director. This amount is included within Other Debtors.

No amounts were written off in relation to related parties during the year and no provisions were considered necessary.