

REGISTERED COMPANY NUMBER: 04216908 (England and Wales)
REGISTERED CHARITY NUMBER: 1088051

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021
FOR
NEPACS

Ribchesters Group Limited
Registered Auditors
Finchale House
Belmont Business Park
Durham
DH1 1TW

NEPACS

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FOR THE YEAR ENDED 31 MARCH 2021**

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

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 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

- to support and assist families and friends of prisoners in their visits to the prison
- to ensure that children visiting the prison will feel welcome and find the experience as pleasant as is possible
- to relieve hardship due to the poverty of some offenders and their families
- to support the training and education of offenders and other processes that may assist their rehabilitation
- to collect and publish information relating to criminal justice matters and to the prevention of crime

Significant activities

The objectives are achieved through the provision of:

- visitors centres in six north eastern prisons

The objectives are achieved through:

- Provision of support in visitors centres and play areas across the North East prisons
- Supporting special extended family visits in the North East prisons
- Our specialist youth project for children and young people across the region
- Delivery of the visits booking service at HMP Durham
- Offering a family holiday scheme to those affected by someone's imprisonment
- Providing a specialist family support work programme through Family Support staff
- Delivery of advice and support for families at Teesside Combined Courts, Durham Crown Court and Newcastle Crown Court
- Delivery of a tailored programme of support to people who have experienced care, delivered both in prison and on release into the wider community
- Developing publications and attending public meetings which contribute to debate and research about criminal justice issues
- Awarding small grants to prisoners/prisoners families to relieve hardship and assist resettlement
- Hosting an annual NEPACS Awards which recognise and encourage rehabilitative work in north east prisons and probation

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

OBJECTIVES AND ACTIVITIES

Public benefit

From 1 April 2008, section 4 the Charities Act 2006 requires all charities to meet the legal requirement that its aims are for the public benefit. The Trustees confirm that they have complied with the duty to have due regard to the Charity Commission's general guidance on public benefit.

The Charity Commission states that there are two principles to be met in order to show that an organisations aims are for the public benefit: firstly there must be an identifiable benefit or benefits and secondly that the benefit must be to the public, or a section of the public.

Charities (Protection and Social Investment) Act 2016

The Trustees consider that NEPACS complies with the above legislation regarding fundraising standards.

Strategic Priorities

Following a Strategic Review day held by the NEPACS Board of Trustees on 30 January 2021, a new twelve month Strategic Plan was agreed, taking into account the uncertainty caused by the COVID-19 global pandemic. As a result, the following key priorities were identified:

1. Retention of our Family and Significant Other projects across the North East region, and, exploration of the potential for wider success in this area of our expertise
2. Growth and expansion of our offer to Young People and Children - the hidden victims of parental imprisonment
3. Evolution of our support at Court offer planning in readiness for the return to working within the courts as soon as face-to-face activity recommences, ensuring we are involved at all stages of the Criminal Justice pathway
4. Delivery of our Parental Rights programme and expansion our offer in terms of advice, information, liaison and advocacy.
5. Expansion of our footprint and delivery offer in order to share our expertise and deliver support to more people who need us.

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

ACHIEVEMENT AND PERFORMANCE

Visitors Centres

NEPACS' main priority continues to be to offer a warm welcome to visitors, including providing refreshments and play space along with emotional support to those visiting a loved one in prison. Our staff have continued to provide sound written and verbal advice on the visiting procedures in each of our establishments, and to support people through the 'first time' visit process, helping to relieve anxieties and answer questions.

As a result of COVID-19 and in response to the emergency lockdown provisions to curb the spread of the virus, all prison visit services were closed for a significant period of the year. New measures were put in place to provide an alternative service (including telephone helpline support; 1:1 family support; craft activities to promote family contact e.g. cards, photos, homework packs with encouraging messages from imprisoned parents). Other services were either adapted to deliver remotely through telephone support / meetings; continued with social distancing measures in place or staff were furloughed where it became impossible to continue.

We have worked closely with each of the prison establishments to plan effectively for the return of visits, and, have demonstrated an ability to remobilise at the soonest opportunity showing the flexible and responsive nature of NEPACS in order to achieve our charitable objectives and continue to support those in need.

Family and Significant Other Services

The pending procurement of the FSOS Contracts has been placed on hold due to the COVID pandemic. As a result, our current contracts have been extended until September 2022. This allows space for NEPACS to return to a state of 'normality' (or as near to the pre-Covid reality as possible). It also allows us to consider some of the positive changes implemented through the pandemic and work closely with the Ministry of Justice to explore what is needed in new contracts going forward. Being instrumental in the shaping of contracts, to ensure services really do meet the needs of the people who use our services in the future, remains a priority for the organisation.

Family Support Programme

NEPACS has continued to provide one-to-one family support through casework and delivery of our innovative Heading Home programme for prison leavers and their families. Heading Home has continued to be successful in preparing individuals for their release from prison, helping support them to reunite with their families, including provision of mediation support.

Family Support Workers have continued to be deployed in HMP Holme House, HMP Frankland, and HMP Northumberland as part of the FSOS contracts. Despite COVID-19, NEPACS has maintained this support through socially distanced measures, 1:1 support, telephone support and virtual delivery of group work where needed, helping people to keep their family ties intact, and helping to reduce reoffending on release.

Through funding from Northumbria CRC our team of three Family and Parenting workers have provided 1:1 support for 269 individuals serving community sentences, or on licence, in the Northumbria area. They have also adapted parenting courses and other group work interventions to deliver individual packages. 466 People used the Departure Lounge on release and 44 received donated toiletries, clothing and other essentials.

Our Durham Tees Valley Enhanced Through the Gate provision is delivered across the North East region providing casework family support, delivering the Heading Home programme in preparation for prisoners' release and providing Departure Lounge services on the day of release. 380 People released from prison and their families were supported through the Re-Connect course and the Re-Settle interventions. 431 People attended our Departure Lounge on release and 183 had access to donated toiletries, clothing, food vouchers and other essentials.

Children and Youth Project

At the heart of NEPACS' charitable work is our aim to provide excellent services for the children impacted by parental imprisonment. NEPACS has been able to continue support throughout the pandemic by diversifying our delivery, providing virtual support and activity packs to 794 children and young people.

Buddy, our organisational mascot, continues to be a key feature of NEPACS materials appearing on the activity packs, and freshly painted murals in our visitors' centres, ready to welcome the children and young people back.

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

Courts Project

The lockdown restrictions brought about by the COVID-19 pandemic meant that Court activity was suspended for much of the year and the project put on hold. We have been informed that full funding will still be available once services resume in September 2021. NEPACS has continued to prepare for re-opening of the service by retaining contact with the PCC and Court Officials, and, also liaising with volunteers to establish their availability once services can resume.

Care Leavers Project

NEPACS has continued to be successful in attracting funding in order to support people who have 'experience within the care system'. Supporting some of the most vulnerable young men in HMYOI Deerbolt has helped them to build resilience, develop new life skills, reduce stigma and provide support to regain contact and secure networks and ties with people and communities to which they are returning.

Grants

Despite the impact of COVID-19, NEPACS has continued to make grants to people in prison, to those recently released, or to their families. Following our criteria to ensure that grants are best used to meet the objectives of the Charity, we have continued to offer this much needed support to the most vulnerable.

Priority is given to grants that indicate an investment with some potential pay-off in someone's life, such as education, or employment training. Help is also given to people with no family or friends, and consideration is given to the rehabilitative aspects of support and family welfare where children and their carers are involved.

Individual grants totalling £49,463 (2019-20: £53,420) were awarded in the period. The demand for grants continues to rise as statutory sources of support for vulnerable people leaving prison become more restricted and COVID-19 has caused further impact on individual and family finances.

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

FINANCIAL REVIEW

Impact of COVID-19

One of the greatest impacts of the COVID-19 pandemic has been as a result of suspension of face-to-face prison visits. This resulted in suspension of trading in our Tea Bar facilities, where we provide refreshments for families. This resulted in a loss of over £700,000 of income. Fortunately, this reduction has been mostly offset by receipt of government COVID grants and relief and the Job Retention Scheme totalling £181,373. This support has enabled us to achieve an almost break even position at the end of the financial year, which is remarkable considering the impact.

However, the Tea Bars will continue to operate in a challenging environment in the coming months; even when visits restart, visitor numbers are likely to be significantly reduced in order to accommodate social distancing and therefore trading is likely to be at lower levels than pre-COVID.

Youth Funding

Through the diversity of our delivery of services to young people and children impacted by parental imprisonment we were successful in attracting an increase of £45k funding to continue our work in this area through grants from the Youth Endowment Fund, Clothworkers, and Northumbria and Durham Police and Crime Commissioners.

Investment policy and objectives

The Charity possesses two principal investments:

(i) A freehold property in Old Elvet, Durham, which is currently rented out to a professional firm. This is the chief regular source of income and the Charity takes professional advice on the appropriate rent levels at the time of lease renewal to match current market rents and thus maximise the income generated. The Trustees have considered the alternative of selling the property with a view to generating higher returns but consider that this would be most unwise in the current financial climate. Moreover the rental income currently provides a return of over 7% on the capital value based on the current lease.

(ii) Due to poor rates of return on cash reserves, the Charity placed £250,000 with Rathbone Investment Management Ltd. This is invested on a low risk basis and is easily accessible should the need arise. Other cash reserves are invested to try to maximise the interest return. The issue of ethics has been discussed with Rathbones.

Reserves policy

The Trustees have decided that £290,000 should be held as essential precautionary reserves (approximately 19.5% of forecast annual expenditure). There are still sufficient funds available in reserves to enable the Charity to consider promoting new developments by providing matched funding to encourage grant awarding bodies to support the Charity, or fund new developments directly from its resources in the hope that once the value of the work is demonstrated, funding bodies will enable the work to continue.

Results

There has been an overall surplus of £1,927 this year (£22,755 surplus on restricted funds and £20,828 deficit on unrestricted funds from spending funds we already held).

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.

Recruitment and appointment of new trustees

Most trustees are appointed with regard to their skills and knowledge of the Criminal Justice System pertinent to working with offenders and their families. There are also those with business and management skills. Most trustees are appointed on personal recommendation. There are currently 13 trustees elected for a period of three years after which they must be re-elected at the next AGM.

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

NEPACS is led by a Chief Executive Officer who takes responsibility for the overall delivery, personnel policies and forward planning of the society via NEPACS' strategic and operational plans.

During 2019-20, an Operations Director post was created to ensure the sustainability of current work, provide oversight of human resources including volunteers and ensure consistency of quality across the organisation as our services expand. This role has continued to prove itself useful in ensuring services are effectively managed and supervised.

A Resettlement Services Manager post has been created to oversee family support services including the work with young care leavers in prison.

The Senior Management Team therefore now includes the CEO and Operations Director, together with a Finance Manager, Office Manager, Communications and Development Manager, Visitor Services Operations Manager and a Resettlement Services Manager. The centre managers and team leaders, youth project co-ordinator and courts project co-ordinator have the responsibility for the day to day operation of the Centres and Projects, and the individual supervision of their staff and volunteers.

Induction and training of new trustees

Most trustees are already familiar with the work of Nepacs, having worked as volunteers in the society or been involved with the Probation Service, Local Authorities or with other related charitable bodies. They are issued with the Nepacs Code of Governance and other supporting materials, and encouraged to take part in Nepacs induction training.

Related parties

Nepacs is a member of infrastructure bodies CLINKS and VONNE.

Nepacs sub-contracts to Pact (Prison Advice and Care Trust) to deliver families services at HMP&YOI Low Newton.

Nepacs has contracts with the Ministry of Justice and Sodexo in relation to the delivery of services to prisoners' families, and holds contracts with Durham Tees Valley and Northumbria Community Rehabilitation Companies as part of their Enhanced Through the Gate and community based Family and Parenting services (respectively).

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

In order to minimise the risk of error, or fraud, financial reporting by programme and activity is made to the Board at every meeting. The level of free reserves held by the Charity was reviewed at a meeting on 13th September 2021. Free reserves currently stand at £300,764 in unrestricted funds after designating £129,638 for the Early Days in Custody project and family holidays and the contingency reserve, for sources of risk outlined below of £290,000 - approximately 19.5% of forecast annual expenditure. Levels of risk are to be reviewed at a Board Strategic review day in November 2021. There is also £147,590 held in restricted funds to support specific developments funded by grant awarding bodies.

The Charity's only long-term secure source of income is the rent from the property at 19 Old Elvet in Durham City; the other independent sources of income come from subscriptions, fund-raising events, charitable donations and legacies and small surpluses from charitable activities. These can vary from year to year.

The principal sources of risk are as follows:

(a) The impact on Tea Bar and Visitor Centre income as a result of COVID-19 will continue to be substantial. At the time of publishing this report prison visits are only just beginning to resume, at significantly reduced numbers. Some of the Tea Bar staff continue to be placed on the Government 'furlough scheme' (which is due to end in September 2021). Subsequently a successful compensation claim for loss of income has cushioned this loss of income and resulted in money from the 'furlough scheme' being repaid. Whilst, at the time of writing, compensation has been extended until 'normal' activity resumes, this may take many months for visitor numbers to reach previous levels.

COVID-19 has also impacted on many of the Charities other projects and there is potential for this pandemic-related uncertainty to continue. Over the year, contract awards have not been made, the Courts Project has been mothballed; staff have been placed on "furlough"; and family holidays have not run. Whilst we are hopeful that some of these impacts will be reversed, there are no guarantees and we will continue to monitor the situation closely, adapting as appropriate.

(b) Uncertain national economic conditions could affect charitable giving and fundraising.

(c) The competitive tendering process for visitor centres and other family services is no longer an immediate risk as the contracts have been extended to September 2022. However, it is likely these contracts will be very different in the future procurement and competition is likely to be stronger than ever before. We will be active participants in any commissioner-led consultation activity, along with maintaining communication with all stakeholders to support our understanding of, and planning for, the future landscape.

(d) The uncertainty generated by COVID-19 lockdown may impact on recruitment of volunteers in the future.

(e) The contracts for the provision of services to provide support for prisoner family ties in the NE are intended to provide full cost recovery, but there have still been some delays in payments from the Ministry of Justice during which time staff and suppliers still have to be paid. Also, any variations to the new contracts require the services to be provided long before the funding is in place. Additionally, any shortfall in volunteer numbers means that paid staff must be employed to maintain continuity. These extra costs have to be met by the Charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04216908 (England and Wales)

Registered Charity number

1088051

Registered office

20 Old Elvet
Durham
DH1 3HW

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

Trustees

J Black
D Mackay (resigned 8/5/2020)
Mrs K Ogilvie
Mrs S Seacroft
Mrs M Stockdale
M Weeding
Mrs S A Nainby-Luxmoore
D Abrahams
Mrs L Lovell
Rev K Brooke
J R Bruce
Ms M Smith
R J C Booth (resigned 5/11/2020)
E Thompson
J L Mooney (appointed 1/10/2020)

Company Secretary

Ms M Smith

Senior Statutory Auditor

David Holloway BA FCA DChA

Auditors

Ribchesters Group Limited
Registered Auditors
Finchale House
Belmont Business Park
Durham
DH1 1TW

Bankers

Barclays Bank
6 Market Place
Durham City
DH1 3ND

President

Professor Stuart Corbridge, Vice Chancellor and Warden, Durham University

Vice Presidents

Mr Roger Statham
Baroness Maeve Sherlock OBE

Directors

Officers who served during the year and up to the date of this report are:

Hon Chairman	Mark Weeding
Hon Treasurer	Sareth Nainby-Luxmoore

Chief Executive Officer	Helen Attewell resigned 30 June 2020 Amanda Lacey appointed 1 October 2020
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Members of the Board, who are directors for the purpose of company law and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out above.

Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up.

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

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of NEPACS for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

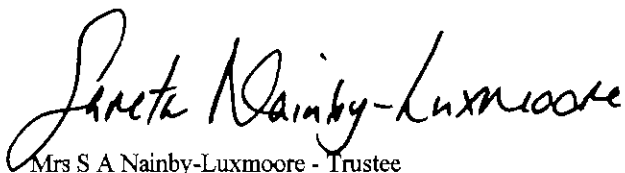
In so far as the trustees are aware:

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

AUDITORS

The auditors, Ribchesters Group Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 13 September 2021 and signed on its behalf by:



Mrs S A Nainby-Luxmoore - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF NEPACS

Opinion

We have audited the financial statements of NEPACS (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF NEPACS

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF NEPACS

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Understanding the key legal and regulatory frameworks that are applicable to the Charitable Company. We communicated identified laws and regulations throughout the audit team and remained alert to any indications of non-compliance throughout the audit.

We determined the most significant of these to be financial reporting legislation, taxation legislation, health and safety, and employment law.

- Enquiry of directors and management as to policies and procedures to ensure compliance and any known instances of non-compliance.

- Review of board minutes and correspondence with regulators.

- Enquiry of directors and management as to areas of the financial statements susceptible to fraud and how these risks are managed.

- Challenging management on key estimates, assumptions and judgements made in the preparation of the financial statements. These key areas of uncertainty are disclosed in the accounting policies.

- Identifying and testing unusual journal entries, with a particular focus on manual journal entries.

Through these procedures, we did not become aware of actual or suspected non-compliance.

We planned and performed our audit in accordance with auditing standards but owing to the inherent limitations of procedures required in these areas, there is an unavoidable risk that we may not have detected a material misstatement in the accounts. The further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve concealment, collusion, forgery, misrepresentations, or override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NEPACS**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



David Holloway BA FCA DChA (Senior Statutory Auditor)
for and on behalf of Ribchesters Group Limited
Registered Auditors
Finchale House
Belmont Business Park
Durham
DH1 1TW

Date: 17th September 2021

NEPACS

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	86,776	66,320	153,096	71,835
Charitable activities	4				
Prisoner Family Welfare		771,701	82,286	853,987	1,510,421
Young People		-	89,127	89,127	50,258
Rehabilitative Support		252,785	-	252,785	252,817
Management and labour re-charge		29,980	-	29,980	49,979
Investment income	3	24,798	-	24,798	27,656
Total		<u>1,166,040</u>	<u>237,733</u>	<u>1,403,773</u>	<u>1,962,966</u>
EXPENDITURE ON					
Charitable activities	5				
Prisoner Family Welfare		914,614	122,241	1,036,855	1,553,307
Young People		-	83,481	83,481	61,543
Caravan Holidays		-	-	-	5,398
Grants to Prisoners Families		49,463	-	49,463	53,420
Rehabilitative Support		247,602	9,256	256,858	241,456
Total		<u>1,211,679</u>	<u>214,978</u>	<u>1,426,657</u>	<u>1,915,124</u>
Net gains/(losses) on investments		<u>24,811</u>	<u>-</u>	<u>24,811</u>	<u>(12,821)</u>
NET INCOME/(EXPENDITURE)		<u>(20,828)</u>	<u>22,755</u>	<u>1,927</u>	<u>35,021</u>
Transfers between funds	20	<u>8,734</u>	<u>(8,734)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>(12,094)</u>	<u>14,021</u>	<u>1,927</u>	<u>35,021</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>1,024,370</u>	<u>133,569</u>	<u>1,157,939</u>	<u>1,122,918</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>1,012,276</u></u>	<u><u>147,590</u></u>	<u><u>1,159,866</u></u>	<u><u>1,157,939</u></u>

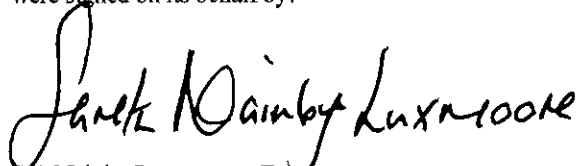
The notes form part of these financial statements

BALANCE SHEET
31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	12	16,873	-	16,873	9,046
Investments					
Investments	13	1	-	1	1
Investment property	14	275,000	-	275,000	275,000
		<u>291,874</u>	<u>-</u>	<u>291,874</u>	<u>284,047</u>
CURRENT ASSETS					
Stocks	15	-	-	-	11,710
Debtors	16	149,357	10,882	160,239	163,609
Investments	17	275,423	-	275,423	233,226
Cash at bank and in hand		384,443	136,708	521,151	521,493
		<u>809,223</u>	<u>147,590</u>	<u>956,813</u>	<u>930,038</u>
CREDITORS					
Amounts falling due within one year	18	(88,821)	-	(88,821)	(56,146)
NET CURRENT ASSETS		<u>720,402</u>	<u>147,590</u>	<u>867,992</u>	<u>873,892</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,012,276</u>	<u>147,590</u>	<u>1,159,866</u>	<u>1,157,939</u>
NET ASSETS		<u>1,012,276</u>	<u>147,590</u>	<u>1,159,866</u>	<u>1,157,939</u>
FUNDS	20				
Unrestricted funds				1,012,276	1,024,370
Restricted funds				147,590	133,569
TOTAL FUNDS				<u>1,159,866</u>	<u>1,157,939</u>

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 13 September 2021 and were signed on its behalf by:


S A Nainby-Luxmoore - Trustee

NEPACS

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

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	27,247	48,005
Net cash provided by operating activities		<u>27,247</u>	<u>48,005</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(14,751)	(4,147)
Profit / loss on fixed asset investments		24,811	(12,821)
Interest received		4,548	7,406
Movement in managed investments		(42,197)	18,571
Net cash (used in)/provided by investing activities		<u>(27,589)</u>	<u>9,009</u>
Change in cash and cash equivalents in the reporting period		<u>(342)</u>	<u>57,014</u>
Cash and cash equivalents at the beginning of the reporting period		<u>521,493</u>	<u>464,479</u>
Cash and cash equivalents at the end of the reporting period		<u><u>521,151</u></u>	<u><u>521,493</u></u>

The notes form part of these financial statements

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**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021**

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

	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	1,927	35,021
Adjustments for:		
Depreciation charges	4,638	2,630
(Gain)/losses on investments	(24,811)	12,821
Loss on disposal of fixed assets	2,286	-
Interest received	(4,548)	(7,406)
Decrease/(increase) in stocks	11,710	(2,294)
Decrease in debtors	3,370	38,142
Increase/(decrease) in creditors	32,675	(30,909)
Net cash provided by operations	<u>27,247</u>	<u>48,005</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.20 £	Cash flow £	At 31.3.21 £
Net cash			
Cash at bank and in hand	521,493	(342)	521,151
	<u>521,493</u>	<u>(342)</u>	<u>521,151</u>
Liquid resources			
Deposits included in cash	-	-	-
Current asset investments	233,226	42,197	275,423
	<u>233,226</u>	<u>42,197</u>	<u>275,423</u>
Total	<u>754,719</u>	<u>41,855</u>	<u>796,574</u>

The notes form part of these financial statements

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (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, as modified by the revaluation of certain assets.

The trustees do not consider there to be a material uncertainty related to events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern. The accounts have therefore been prepared on a going concern basis.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Government grants

Grants relating to revenue are recognised in income on a systematic basis over the periods in which the entity recognises the related costs for which the grant is intended to compensate.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in Note 7.

Tangible fixed assets

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

Fixtures and fittings	- 25% on reducing balance
Office equipment	- 33% on cost and 33% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is reported in the "gains and losses on investment assets" section of the Statement of Financial Activities and is carried forward in the surplus reserve in the balance sheet.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

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

NEPACS

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

1. ACCOUNTING POLICIES - continued

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.

Fixed asset investments

Investments are held at market value at the balance sheet date. Realised and unrealised gains or losses are accounted for in the relevant fund.

Financial instruments

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Classification of financial liabilities

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

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, other loans, and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Current asset investments

Current asset investments are shown at their market value at the balance sheet date.

NEPACS

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

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations and appeals	23,393	24,127
Grants	108,635	34,650
Subscriptions	1,465	1,437
Other income	19,603	11,621
	<u>153,096</u>	<u>71,835</u>

Grants received, included in the above, are as follows:

	2021	2020
	£	£
AB Charitable Trust	15,000	15,000
29th May 1961 Charitable Trust	5,000	-
The Barbour Foundation	-	5,000
Hadrian Trust	-	1,000
Sir James Knott Trust	5,000	5,000
Noel Buxton Trust	4,000	-
Brother Jonathan Trust	-	2,000
Debtors Relief Fund	2,000	-
St John's Church, Neville's Cross	2,250	2,150
Esmee Fairbairn Foundation	15,080	-
Allison Greenlees Continuation Fund	500	500
The National Lottery Community Fund	9,899	-
The Odin Charitable Trust	-	3,000
St Hilda's Trust	1,000	1,000
Coronavirus Job Retention Scheme	48,906	-
	<u>108,635</u>	<u>34,650</u>

3. INVESTMENT INCOME

	2021	2020
	£	£
Rents received	20,250	20,250
Deposit account interest	597	1,464
Dividends Received	3,951	5,942
	<u>24,798</u>	<u>27,656</u>

NEPACS

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

4. INCOME FROM CHARITABLE ACTIVITIES

		2021	2020
	Activity	£	£
Tea bar and visitors centre	Prisoner Family Welfare	4,593	765,788
Service income	Prisoner Family Welfare	34,495	-
FSOS contracts	Prisoner Family Welfare	664,764	516,197
Grants	Prisoner Family Welfare	150,135	228,436
Grants	Young People	89,127	50,258
Service income	Rehabilitative Support	252,785	252,817
Management charges and re-charge of salaries	Management and labour re-charge	29,980	49,979
		<u>1,225,879</u>	<u>1,863,475</u>

Grants received, included in the above, are as follows:

	2021	2020
	£	£
BBC Children in Need	43,312	30,082
Durham Tees Valley CRC	12,500	12,500
The Beatrice Laing Trust	5,000	5,000
Esmee Fairbairn Foundation	30,462	30,160
The National Lottery Community Fund	55,000	37,500
High Sheriff Northumberland	750	750
HMPPS Innovation Fund	17,173	123,276
Ballinger Trust	-	10,000
Clothworkers Foundation	3,840	20,000
Durham PCC Community Safety Fund	7,420	9,426
Northumbria PCC Supporting Victims Fund	15,000	-
Youth Endowment Fund	18,805	-
Swire Trust	30,000	-
	<u>239,262</u>	<u>278,694</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Grant funding of activities (see note 6)	Support costs (see note 7)	Totals
	£	£	£	£
Prisoner Family Welfare	653,024	-	383,831	1,036,855
Young People	78,103	-	5,378	83,481
Grants to Prisoners Families	-	49,463	-	49,463
Rehabilitative Support	248,244	-	8,614	256,858
	<u>979,371</u>	<u>49,463</u>	<u>397,823</u>	<u>1,426,657</u>

NEPACS

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

6. GRANTS PAYABLE

	2021	2020
	£	£
Grants to Prisoners Families	49,463	53,420

7. SUPPORT COSTS

	Management £	Finance £	Administrative expenses £	Human resources £
Prisoner Family Welfare	250,897	696	80,705	26,333
Young People	690	-	1,205	475
Rehabilitative Support	636	-	6,161	907
	<u>252,223</u>	<u>696</u>	<u>88,071</u>	<u>27,715</u>
			Governance costs	Totals £
	Premises £	Depreciation £	£	£
Prisoner Family Welfare	13,416	6,924	4,860	383,831
Young People	3,008	-	-	5,378
Rehabilitative Support	910	-	-	8,614
	<u>17,334</u>	<u>6,924</u>	<u>4,860</u>	<u>397,823</u>

Activity	Basis of allocation
Management	Usage
Finance	Finance charges
Administrative expenses	Usage
Human resources	Usage
Premises	Usage
Depreciation	Usage

8. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Auditors' remuneration	4,260	3,600
Auditors' remuneration for non audit work	600	3,300
Depreciation - owned assets	4,639	2,629
Deficit on disposal of fixed assets	2,286	-

NEPACS

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

9. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

During the year no expenses were paid to trustees (2020: £213).

10. STAFF COSTS

	2021 £	2020 £
Wages and salaries	1,034,346	1,024,051
Social security costs	79,987	65,486
Other pension costs	47,385	42,964
	<u>1,161,718</u>	<u>1,132,501</u>

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

	2021	2020
Charitable activities	67	73
Support	10	10
	<u>77</u>	<u>83</u>

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

Key management personnel remuneration for the period totalled £205,108 (2020: £151,619).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	29,751	42,084	71,835
Charitable activities			
Prisoner Family Welfare	1,314,485	195,936	1,510,421
Young People	-	50,258	50,258
Rehabilitative Support	246,567	6,250	252,817
Management and labour re-charge	49,979	-	49,979
Investment income	27,656	-	27,656
Total	<u>1,668,438</u>	<u>294,528</u>	<u>1,962,966</u>
EXPENDITURE ON			
Charitable activities			
Prisoner Family Welfare	1,309,758	243,549	1,553,307
Young People	-	61,543	61,543
Caravan Holidays	5,398	-	5,398
Grants to Prisoners Families	53,420	-	53,420
Rehabilitative Support	241,456	-	241,456

NEPACS

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

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total	1,610,032	305,092	1,915,124
Net gains/(losses) on investments	(12,821)	-	(12,821)
NET INCOME/(EXPENDITURE)	45,585	(10,564)	35,021

RECONCILIATION OF FUNDS

Total funds brought forward	978,787	144,131	1,122,918
TOTAL FUNDS CARRIED FORWARD	<u>1,024,372</u>	<u>133,567</u>	<u>1,157,939</u>

12. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Office equipment £	Totals £
COST			
At 1 April 2020	3,271	36,167	39,438
Additions	-	14,751	14,751
Disposals	(1,026)	(24,082)	(25,108)
At 31 March 2021	<u>2,245</u>	<u>26,836</u>	<u>29,081</u>
DEPRECIATION			
At 1 April 2020	2,880	27,512	30,392
Charge for year	185	4,454	4,639
Eliminated on disposal	(820)	(22,003)	(22,823)
At 31 March 2021	<u>2,245</u>	<u>9,963</u>	<u>12,208</u>
NET BOOK VALUE			
At 31 March 2021	<u>-</u>	<u>16,873</u>	<u>16,873</u>
At 31 March 2020	<u>391</u>	<u>8,655</u>	<u>9,046</u>

NEPACS

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

13. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1 April 2020 and 31 March 2021	1
NET BOOK VALUE	
At 31 March 2021	1
	<u>1</u>
At 31 March 2020	1
	<u>1</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

NEPACS Trading Limited

Registered office: 20 Old Elvet, Durham, DH1 3HW

Nature of business: Dormant.

	%		
Class of share:	holding		
Ordinary	100		
		2021	2020
		£	£
Aggregate capital and reserves		1	1

14. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2020 and 31 March 2021	275,000
NET BOOK VALUE	
At 31 March 2021	275,000
	<u>275,000</u>
At 31 March 2020	275,000
	<u>275,000</u>

The investment property was valued at open market value on 17 May 2021 by Rook Matthews Sayer, Chartered Surveyors at £275,000. The trustees consider this to be the relevant value at 31 March 2021. If the investment property had not been re-valued, it would have been included at the historical cost of £2,191.

15. STOCKS

	2021	2020
	£	£
Visitor Centres	-	11,710
	<u>-</u>	<u>11,710</u>

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

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	142,382	120,323
Prepayments	17,857	43,286
	<u>160,239</u>	<u>163,609</u>

17. CURRENT ASSET INVESTMENTS

	2021	2020
	£	£
Funds under management	<u>275,423</u>	<u>233,226</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade creditors	10,024	14,361
Amounts owed to group undertakings	1	1
Social security and other taxes	17,371	16,451
Other creditors	12,720	8,606
Accrued expenses	48,705	16,727
	<u>88,821</u>	<u>56,146</u>

19. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	£	£
Within one year	2,232	4,212
Between one and five years	126	2,358
	<u>2,358</u>	<u>6,570</u>

Operating lease agreements where the Charity is lessor

The charity holds an investment property, as disclosed in note 14, which is let out to a third party. This non-cancellable lease runs until October 2021.

Future minimum rentals receivable under non-cancellable operating leases are as follows:

	2021	2020
Within one year	11,813	20,250
Between one and five years	-	11,813
	<u>11,813</u>	<u>32,063</u>

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

20. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	860,199	13,705	8,734	882,638
Family Holidays	3,700	-	-	3,700
Early Days in Custody	160,471	(34,533)	-	125,938
	<u>1,024,370</u>	<u>(20,828)</u>	<u>8,734</u>	<u>1,012,276</u>
Restricted funds				
Youth Project	50,776	17,644	(660)	67,760
Low Newton Play Scheme	2,375	-	(2,375)	-
Special Visits	16,514	808	-	17,322
Holme House Visitors Centre	16,379	-	(12,625)	3,754
Communications, Training & Development	33,323	(4,290)	(14,758)	14,275
Ann Chambers	1,917	-	-	1,917
Courts	11,988	14,992	-	26,980
Care Leavers Project	297	(7,231)	22,516	15,582
Parental Rights	-	832	(832)	-
	<u>133,569</u>	<u>22,755</u>	<u>(8,734)</u>	<u>147,590</u>
TOTAL FUNDS	<u>1,157,939</u>	<u>1,927</u>	<u>-</u>	<u>1,159,866</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	1,101,140	(1,112,246)	24,811	13,705
Early Days in Custody	64,900	(99,433)	-	(34,533)
	<u>1,166,040</u>	<u>(1,211,679)</u>	<u>24,811</u>	<u>(20,828)</u>
Restricted funds				
Youth Project	101,124	(83,480)	-	17,644
Special Visits	5,112	(4,304)	-	808
Communications, Training & Development	30,702	(34,992)	-	(4,290)
Courts	49,286	(34,294)	-	14,992
Care Leavers Project	41,677	(48,908)	-	(7,231)
Parental Rights	9,147	(8,315)	-	832
Befriending	685	(685)	-	-
	<u>237,733</u>	<u>(214,978)</u>	<u>-</u>	<u>22,755</u>
TOTAL FUNDS	<u>1,403,773</u>	<u>(1,426,657)</u>	<u>24,811</u>	<u>1,927</u>

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

20. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	810,711	49,488	860,199
Family Holidays	7,098	(3,398)	3,700
Early Days in Custody	160,978	(507)	160,471
	<u>978,787</u>	<u>45,583</u>	<u>1,024,370</u>
Restricted funds			
Youth Project	61,063	(10,287)	50,776
Low Newton Play Scheme	2,375	-	2,375
Special Visits	14,984	1,530	16,514
Holme House Visitors Centre	16,379	-	16,379
Communications, Training & Development	32,791	532	33,323
Ann Chambers	1,917	-	1,917
Durham Tees Valley CRC	272	(272)	-
Courts	14,350	(2,362)	11,988
Care Leavers Project	-	297	297
	<u>144,131</u>	<u>(10,562)</u>	<u>133,569</u>
TOTAL FUNDS	<u>1,122,918</u>	<u>35,021</u>	<u>1,157,939</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	1,666,438	(1,604,129)	(12,821)	49,488
Family Holidays	2,000	(5,398)	-	(3,398)
Early Days in Custody	-	(507)	-	(507)
	<u>1,668,438</u>	<u>(1,610,034)</u>	<u>(12,821)</u>	<u>45,583</u>
Restricted funds				
Youth Project	51,257	(61,544)	-	(10,287)
Special Visits	6,466	(4,936)	-	1,530
Big Lottery	34,749	(34,749)	-	-
Communications, Training & Development	30,074	(29,542)	-	532
Durham Tees Valley CRC	6,250	(6,522)	-	(272)
Courts	42,159	(44,521)	-	(2,362)
Care Leavers Project	123,573	(123,276)	-	297
	<u>294,528</u>	<u>(305,090)</u>	<u>-</u>	<u>(10,562)</u>
TOTAL FUNDS	<u>1,962,966</u>	<u>(1,915,124)</u>	<u>(12,821)</u>	<u>35,021</u>

NEPACS

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

20. MOVEMENT IN FUNDS - continued

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

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	810,711	63,193	8,734	882,638
Family Holidays	7,098	(3,398)	-	3,700
Early Days in Custody	160,978	(35,040)	-	125,938
	<u>978,787</u>	<u>24,755</u>	<u>8,734</u>	<u>1,012,276</u>
Restricted funds				
Youth Project	61,063	7,357	(660)	67,760
Low Newton Play Scheme	2,375	-	(2,375)	-
Special Visits	14,984	2,338	-	17,322
Holme House Visitors Centre	16,379	-	(12,625)	3,754
Communications, Training & Development	32,791	(3,758)	(14,758)	14,275
Ann Chambers	1,917	-	-	1,917
Durham Tees Valley CRC	272	(272)	-	-
Courts	14,350	12,630	-	26,980
Care Leavers Project	-	(6,934)	22,516	15,582
Parental Rights	-	832	(832)	-
	<u>144,131</u>	<u>12,193</u>	<u>(8,734)</u>	<u>147,590</u>
TOTAL FUNDS	<u>1,122,918</u>	<u>36,948</u>	<u>-</u>	<u>1,159,866</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	2,767,578	(2,716,375)	11,990	63,193
Family Holidays	2,000	(5,398)	-	(3,398)
Early Days in Custody	64,900	(99,940)	-	(35,040)
	<u>2,834,478</u>	<u>(2,821,713)</u>	<u>11,990</u>	<u>24,755</u>
Restricted funds				
Youth Project	152,381	(145,024)	-	7,357
Special Visits	11,578	(9,240)	-	2,338
Big Lottery	34,749	(34,749)	-	-
Communications, Training & Development	60,776	(64,534)	-	(3,758)
Durham Tees Valley CRC	6,250	(6,522)	-	(272)
Courts	91,445	(78,815)	-	12,630
Care Leavers Project	165,250	(172,184)	-	(6,934)
Parental Rights	9,147	(8,315)	-	832
Befriending	685	(685)	-	-
	<u>532,261</u>	<u>(520,068)</u>	<u>-</u>	<u>12,193</u>
TOTAL FUNDS	<u>3,366,739</u>	<u>(3,341,781)</u>	<u>11,990</u>	<u>36,948</u>

NEPACS

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

21. RELATED PARTY DISCLOSURES

NEPACS Trading Limited (Company Registration No. 07923538) is a wholly owned subsidiary of NEPACS.

During the year the company maintained an interest free loan from its subsidiary. At 31 March 2021 the balance on the loan was £1 (2020: £1).

22. ULTIMATE CONTROLLING PARTY

The charitable company is controlled by the board of trustees.