

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

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022  
FOR  
NEPACS**

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

# NEPACS

## CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

	<b>Page</b>
<b>Report of the Trustees</b>	<b>1 to 9</b>
<b>Report of the Independent Auditors</b>	<b>10 to 13</b>
<b>Statement of Financial Activities</b>	<b>14</b>
<b>Balance Sheet</b>	<b>15</b>
<b>Cash Flow Statement</b>	<b>16</b>
<b>Notes to the Cash Flow Statement</b>	<b>17</b>
<b>Notes to the Financial Statements</b>	<b>18 to 30</b>

## **NEPACS**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

#### **OBJECTIVES AND ACTIVITIES**

##### **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:

- 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

##### **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.

## **NEPACS**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

#### **OBJECTIVES AND ACTIVITIES**

##### **Strategic Priorities**

Following a Strategic Review day held by the NEPACS Board of Trustees on 8th January 2022, a new three to five year strategy is being produced, which will include a twelve month Strategic Plan given the amount of uncertainty the charity faces with the aftermath of the COVID-19 global pandemic and the procurement of our Family and Significant Other projects.

Twelve month key priorities:

1. Retention of our Family and Significant Other projects across the North East region
2. Seek opportunities for growth
3. Retention of existing services
4. Seek opportunities outside of the North East to allow geographical growth
5. Review of the organisation's infrastructure

Three to Five year focus:

1. Maintain and stabilise
2. Value workforce
3. Geographical expansion
4. Financial stability
5. Digital / Data / Performance

## **NEPACS**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

#### **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 commenced at the start of January 2022 and our tender responses were submitted just before the end of March 2022. We have bid for our existing contracts for prisons across the North East region, and also, Low Newton as a contract with NEPACS in its own right. The content of the contracts is similar to the existing contracts with the exception of the Tea Bar financial changes. The process itself has been cumbersome restricting the potential opportunity for wider growth opportunities.

##### **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.

##### **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.

##### **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 able to carry forward funding so we could continue to deliver services when courts resumed. NEPACS now seeks future funding for the Courts project.

##### **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. NEPACS have been successful in our bid to the MOJ Local Leadership Innovation Fund which allows us to expand our support for young men who are care experienced from custody to release in to the community. The new project will provide wraparound support and a tailored package of care - following the young man on release anywhere across the country.

## **NEPACS**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

#### **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 £39,396 (2020-21: £49,463) 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.

## NEPACS

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

#### 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 in each of the years 2020/21 and 2021/22 compared to our annual income in 2019/20. HMPPS COVID grants have continued which has helped to offset some of the loss, our success in achieving business development growth and securing new contracts has enabled us to achieve a surplus at the end of the financial year, which is remarkable considering the impact.

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. The new Family and Significant Other contracts will also bring about a new change whereby all income and expenditure in relation to the Tea Bars will be managed by HMPPS. Any future surpluses generated by the Tea Bar income will be utilised at local Governor discretion albeit with the intention of re-investing back into Family Services.

We now know that this income stream will never return in the same way pre-covid it is even more vital that we consider our infrastructure, opportunities for growth both geographically and in terms of service delivery and what we can offer, and ensure we going to achieve financial stability but also opportunities to replace a significant gap in income.

##### Youth Funding

Our Youth Funding is a priority for NEPACS, although we have had previous successes, we are finding it difficult to attract funding for this work. We are considering a new Children and Young People model to provide a framework from which we deliver our Youth Services.

##### 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 £56,280 this year (70,893 surplus on restricted funds and £14,613 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 12 trustees elected for a period of three years after which they must be re-elected at the next AGM.

## **NEPACS**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

#### **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.

In July 2021 our Operations Director resigned from the post, taking up a CEO position with another charity. It was decided to hold the role vacant for a period to achieve savings to offset against the loss of income. The CEO who has retained oversight of operations has picked up the work initially.

The Office Manager also resigned shortly after and a temporary position was created for business support, which enabled a review of the role to be undertaken.

The Senior Management Team therefore now includes the CEO, Finance Manager, Business Support Manager and Communications and Development 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.

NEPACS have bought in external business development support, which has proved extremely successful in the growth of the charity, in what has been a very challenging time.

##### **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, HM Probation and Sodexo in relation to supporting people in prison, their families and significant others both in custody and in the community



## **NEPACS**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

#### **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 £620,324 in unrestricted funds after designating £91,790 for the Early Days in Custody project and family holidays and the contingency reserve, for sources of risk outlined above of £290,000 - approximately 19.5% of forecast annual expenditure. Levels of risk are to be reviewed at a Board Strategic review day in the future. There is also £218,481 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 and further confirmation that in the new contracts the income and expenditure (including any surplus/deficit) will now be managed by HMPPS. The impact of this is initially substantial. However, through careful financial management and planning, and developing growth opportunities and securing other contracts, this risk has reduced substantially.
- (b) Uncertain national economic conditions could affect charitable giving and fundraising.
- (c) The competitive tendering process for visitor centres and other family services is now a live risk as the procurement process is underway. We have been 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

## NEPACS

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

#### Trustees

J Black  
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 (resigned 12/10/2021)  
Ms M Smith  
E Thompson  
J L Mooney

#### 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	Amanda Lacey

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.

NEPACS

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2022**

**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:

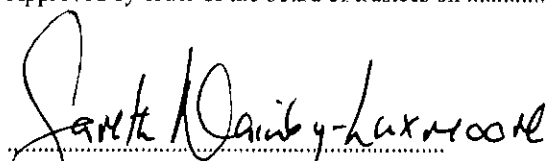
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

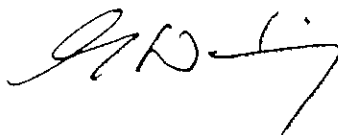
**AUDITORS**

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 10<sup>th</sup> October 2022 and signed on its behalf by:

  
.....  
Mrs S A Nainby-Luxmoore - Trustee

  
MR. H. WEEDING - CHAIR

## **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 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

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

### **Conclusions relating to going concern**

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

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

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

### **Other information**

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

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

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

### **Opinions on other matters prescribed by the Companies Act 2006**

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

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

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

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

Our audit must be alert to the risk of manipulation of the financial statements and seek to understand the incentives and opportunities for management to achieve this.

We undertake the following procedures to identify and respond to these risks of non-compliance:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with Trustees and other management and from our knowledge and experience of this sector;
- we focussed on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including the Charities Acts, Companies Acts, tax legislation, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was a susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining any accounting estimates were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation claims;
- reviewing correspondence with HMRC and the company's legal advisers.

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

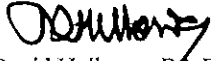
We planned and performed our audit in accordance with auditing standards but owing to the inherent limitations of procedures required in these areas, there is an unavoidable risk that we may not have detected a material misstatement in the accounts. The further removed non-compliance with laws and regulations 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](http://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: 2/11/22

NEPACS

STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	35,615	74,552	110,167	153,096
<b>Charitable activities</b>					
Prisoner Family Welfare		778,296	427,848	1,206,144	853,987
Young People		-	53,182	53,182	89,127
Rehabilitative Support		40,567	-	40,567	252,785
Management and labour re-charge		79,582	9,000	88,582	29,980
Investment income	3	24,725	-	24,725	24,798
<b>Total</b>		<u>958,785</u>	<u>564,582</u>	<u>1,523,367</u>	<u>1,403,773</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	3,000	-	3,000	3,000
<b>Charitable activities</b>					
Prisoner Family Welfare	6	874,603	383,181	1,257,784	1,033,855
Young People		-	110,508	110,508	83,481
Grants to Prisoners Families		39,396	-	39,396	49,463
Rehabilitative Support		67,965	-	67,965	256,858
<b>Total</b>		<u>984,964</u>	<u>493,689</u>	<u>1,478,653</u>	<u>1,426,657</u>
Net gains on investments		<u>11,566</u>	<u>-</u>	<u>11,566</u>	<u>24,811</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>(14,613)</u>	<u>70,893</u>	<u>56,280</u>	<u>1,927</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<u>1,012,276</u>	<u>147,590</u>	<u>1,159,866</u>	<u>1,157,939</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>997,663</u></u>	<u><u>218,483</u></u>	<u><u>1,216,146</u></u>	<u><u>1,159,866</u></u>

The notes form part of these financial statements



BALANCE SHEET  
31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	10,550	-	10,550	16,873
<b>Investments</b>					
Investments	14	1	-	1	1
Investment property	15	275,000	-	275,000	275,000
		<u>285,551</u>	<u>-</u>	<u>285,551</u>	<u>291,874</u>
<b>CURRENT ASSETS</b>					
Stocks	16	3,418	-	3,418	-
Debtors	17	130,920	-	130,920	160,239
Investments	18	282,484	-	282,484	275,423
Cash at bank and in hand		383,929	218,481	602,410	521,151
		<u>800,751</u>	<u>218,481</u>	<u>1,019,232</u>	<u>956,813</u>
<b>CREDITORS</b>					
Amounts falling due within one year	19	(88,637)	-	(88,637)	(88,821)
<b>NET CURRENT ASSETS</b>		<u>712,114</u>	<u>218,481</u>	<u>930,595</u>	<u>867,992</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>997,665</u>	<u>218,481</u>	<u>1,216,146</u>	<u>1,159,866</u>
<b>NET ASSETS</b>		<u>997,665</u>	<u>218,481</u>	<u>1,216,146</u>	<u>1,159,866</u>
<b>FUNDS</b>	21				
Unrestricted funds				997,665	1,012,276
Restricted funds				218,481	147,590
<b>TOTAL FUNDS</b>				<u>1,216,146</u>	<u>1,159,866</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 10 October 2022 and were signed on its behalf by:

*Sarah Nainby-Luxmoore*  
S A Nainby-Luxmoore - Trustee

*M. Weeding*  
M. WEEDING - CHAIR

The notes form part of these financial statements

**NEPACS**

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

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	74,019	27,247
Net cash provided by operating activities		<u>74,019</u>	<u>27,247</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(1,740)	(14,751)
Profit / loss on fixed asset investments		11,566	24,811
Interest received		4,475	4,548
Movement in managed investments		(7,061)	(42,197)
Net cash provided by/(used in) investing activities		<u>7,240</u>	<u>(27,589)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>81,259</u>	<u>(342)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>521,151</u>	<u>521,493</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>602,410</u></u>	<u><u>521,151</u></u>

The notes form part of these financial statements

**NEPACS**

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

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

	2022 £	2021 £
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	56,280	1,927
<b>Adjustments for:</b>		
Depreciation charges	8,062	4,638
Gain on investments	(11,566)	(24,811)
Loss on disposal of fixed assets	-	2,286
Interest received	(4,475)	(4,548)
(Increase)/decrease in stocks	(3,418)	11,710
Decrease in debtors	29,320	3,370
(Decrease)/increase in creditors	(184)	32,675
<b>Net cash provided by operations</b>	<u>74,019</u>	<u>27,247</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.4.21 £	Cash flow £	At 31.3.22 £
<b>Net cash</b>			
Cash at bank and in hand	521,151	81,259	602,410
	<u>521,151</u>	<u>81,259</u>	<u>602,410</u>
<b>Liquid resources</b>			
Deposits included in cash	-	-	-
Current asset investments	275,423	7,061	282,484
	<u>275,423</u>	<u>7,061</u>	<u>282,484</u>
<b>Total</b>	<u>796,574</u>	<u>88,320</u>	<u>884,894</u>

The notes form part of these financial statements

## NEPACS

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

#### 1. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (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 2022

#### 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 2022**

**2. DONATIONS AND LEGACIES**

	2022	2021
	£	£
Donations and appeals	17,427	23,393
Grants	70,294	108,635
Subscriptions	1,382	1,465
Other income	21,064	19,603
	<u>110,167</u>	<u>153,096</u>

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

	2022	2021
	£	£
AB Charitable Trust	15,000	15,000
29th May 1961 Charitable Trust	5,000	5,000
Sir James Knott Trust	5,000	5,000
Noel Buxton Trust	-	4,000
Debtors Relief Fund	-	2,000
St John's Church, Neville's Cross	2,000	2,250
Esmee Fairbairn Foundation	-	15,080
Allison Greenlees Continuation Fund	-	500
The National Lottery Community Fund	-	9,899
St Hilda's Trust	-	1,000
Ballinger Trust	10,000	-
Coronavirus Job Retention Scheme	18,294	48,906
Stamp It Out	5,000	-
Ecclesiastical	10,000	-
	<u>70,294</u>	<u>108,635</u>

**3. INVESTMENT INCOME**

	2022	2021
	£	£
Rents received	20,250	20,250
Deposit account interest	200	597
Dividends Received	4,275	3,951
	<u>24,725</u>	<u>24,798</u>

**NEPACS**

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

**4. INCOME FROM CHARITABLE ACTIVITIES**

		2022	2021
	Activity	£	£
Tea bar and visitors centre	Prisoner Family Welfare	41,046	4,593
Service income	Prisoner Family Welfare	188,170	34,495
PSOS contracts	Prisoner Family Welfare	658,870	664,764
Grants	Prisoner Family Welfare	318,058	150,135
Grants	Young People	53,182	89,127
Service income	Rehabilitative Support	40,567	252,785
Management charges and re-charge of salaries	Management and labour re-charge	88,582	29,980
		<u>1,388,475</u>	<u>1,225,879</u>

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

	2022	2021
	£	£
BBC Children in Need	20,294	43,312
Durham Tees Valley CRC	-	12,500
The Beatrice Laing Trust	-	5,000
Esmee Fairbairn Foundation	-	30,462
The National Lottery Community Fund	55,000	55,000
High Sheriff Northumberland	-	750
HMPPS Innovation Fund	55,108	17,173
Clothworkers Foundation	-	3,840
Durham PCC Community Safety Fund	-	7,420
Northumbria PCC Supporting Victims Fund	15,000	15,000
Youth Endowment Fund	17,888	18,805
Swire Trust	30,480	30,000
HMPPS Womens Community Sector	59,817	-
Local Leadership and Integration Fund	117,653	-
	<u>371,240</u>	<u>239,262</u>

**5. RAISING FUNDS**

**Investment management costs**

	2022	2021
	£	£
Portfolio management	<u>3,000</u>	<u>3,000</u>

NEPACS

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

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 7) £	Support costs (see note 8) £	Totals £
Prisoner Family Welfare	834,610	-	423,174	1,257,784
Young People	106,966	-	3,542	110,508
Grants to Prisoners Families	-	39,396	-	39,396
Rehabilitative Support	66,197	-	1,768	67,965
	<u>1,007,773</u>	<u>39,396</u>	<u>428,484</u>	<u>1,475,653</u>

7. GRANTS PAYABLE

	2022 £	2021 £
Grants to Prisoners Families	<u>39,396</u>	<u>49,463</u>

8. SUPPORT COSTS

	Management £	Finance £	Administrative expenses £	Human resources £
Prisoner Family Welfare	240,699	486	122,951	28,460
Young People	-	-	1,725	1,730
Rehabilitative Support	-	-	1,513	243
	<u>240,699</u>	<u>486</u>	<u>126,189</u>	<u>30,433</u>

	Premises £	Depreciation £	Governance costs £	Totals £
Prisoner Family Welfare	16,436	8,062	6,080	423,174
Young People	87	-	-	3,542
Rehabilitative Support	12	-	-	1,768
	<u>16,535</u>	<u>8,062</u>	<u>6,080</u>	<u>428,484</u>

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



**NEPACS**

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

**9. NET INCOME/(EXPENDITURE)**

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

	2022	2021
	£	£
Auditors' remuneration	3,000	3,000
Auditors' remuneration for non audit work	3,080	1,860
Depreciation - owned assets	8,063	4,639
Deficit on disposal of fixed assets	-	2,286
	<u>          </u>	<u>          </u>

**10. 'TRUSTEES' REMUNERATION AND BENEFITS**

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

**Trustees' expenses**

During the year no expenses were paid to trustees (2021: £Nil).

**11. STAFF COSTS**

	2022	2021
	£	£
Wages and salaries	998,497	1,034,346
Social security costs	71,371	79,987
Other pension costs	42,381	47,385
	<u>          </u>	<u>          </u>
	<u>1,112,249</u>	<u>1,161,718</u>

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

	2022	2021
Charitable activities	62	67
Support	7	10
	<u>          </u>	<u>          </u>
	<u>69</u>	<u>77</u>

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

Key management personnel remuneration for the period totalled £218,295 (2021: £205,108).

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	86,776	66,320	153,096
<b>Charitable activities</b>			
Prisoner Family Welfare	771,701	82,286	853,987
Young People	-	89,127	89,127
Rehabilitative Support	252,785	-	252,785
Management and labour re-charge	29,980	-	29,980
Investment income	24,798	-	24,798

NEPACS

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

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>Total</b>	<b>1,166,040</b>	<b>237,733</b>	<b>1,403,773</b>
<b>EXPENDITURE ON</b>			
Raising funds	3,000	-	3,000
<b>Charitable activities</b>			
Prisoner Family Welfare	911,614	122,241	1,033,855
Young People	-	83,481	83,481
Grants to Prisoners Families	49,463	-	49,463
Rehabilitative Support	247,602	9,256	256,858
<b>Total</b>	<b>1,211,679</b>	<b>214,978</b>	<b>1,426,657</b>
Net gains on investments	24,811	-	24,811
<b>NET INCOME/(EXPENDITURE)</b>	<b>(20,828)</b>	<b>22,755</b>	<b>1,927</b>
<b>Transfers between funds</b>	<b>8,734</b>	<b>(8,734)</b>	<b>-</b>
<b>Net movement in funds</b>	<b>(12,094)</b>	<b>14,021</b>	<b>1,927</b>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	<b>1,024,370</b>	<b>133,569</b>	<b>1,157,939</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>1,012,276</b>	<b>147,590</b>	<b>1,159,866</b>

**13. TANGIBLE FIXED ASSETS**

	Fixtures and fittings £	Office equipment £	Totals £
<b>COST</b>			
At 1 April 2021	2,245	26,836	29,081
Additions	-	1,740	1,740
At 31 March 2022	2,245	28,576	30,821
<b>DEPRECIATION</b>			
At 1 April 2021	2,245	9,963	12,208
Charge for year	-	8,063	8,063
At 31 March 2022	2,245	18,026	20,271
<b>NET BOOK VALUE</b>			
At 31 March 2022	-	10,550	10,550
At 31 March 2021	-	16,873	16,873

**NEPACS**

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

**14. FIXED ASSET INVESTMENTS**

	Unlisted investments £
<b>MARKET VALUE</b>	
At 1 April 2021 and 31 March 2022	1
<b>NET BOOK VALUE</b>	
At 31 March 2022	1
At 31 March 2021	1

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	2022	2021
Ordinary	100	£ 1	£ 1
Aggregate capital and reserves			

**15. INVESTMENT PROPERTY**

	£
<b>FAIR VALUE</b>	
At 1 April 2021 and 31 March 2022	275,000
<b>NET BOOK VALUE</b>	
At 31 March 2022	275,000
At 31 March 2021	275,000

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 2022. If the investment property had not been re-valued, it would have been included at the historical cost of £2,191.

**16. STOCKS**

	2022	2021
	£	£
Visitor Centres	3,418	-

**NEPACS**

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

**17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Trade debtors	122,190	142,382
Other debtors	1,933	-
Prepayments	6,797	17,857
	<u>130,920</u>	<u>160,239</u>

**18. CURRENT ASSET INVESTMENTS**

	2022	2021
	£	£
Funds under management	<u>282,484</u>	<u>275,423</u>

**19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021
	£	£
Trade creditors	31,952	10,024
Amounts owed to group undertakings	1	1
Social security and other taxes	16,391	17,371
Other creditors	12,810	12,720
Accrued expenses	27,483	48,705
	<u>88,637</u>	<u>88,821</u>

**20. LEASING AGREEMENTS**

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

	2022	2021
	£	£
Within one year	786	1,572
Between one and five years	-	786
	<u>786</u>	<u>2,358</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 ran until October 2021.

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

	2022	2021
Within one year	-	11,813
Between one and five years	-	-
	<u>-</u>	<u>11,813</u>

NEPACS

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

21. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
<b>Unrestricted funds</b>			
General fund	882,638	23,237	905,875
Family Holidays	3,700	-	3,700
Early Days in Custody	125,938	(37,848)	88,090
	<u>1,012,276</u>	<u>(14,611)</u>	<u>997,665</u>
<b>Restricted funds</b>			
Youth Project	67,760	(29,755)	38,005
Special Visits	17,322	(1,013)	16,309
Holme House Visitors Centre	3,754	-	3,754
Communications, Training & Development	14,275	7,696	21,971
Ann Chambers	1,917	-	1,917
Courts	26,980	(21,819)	5,161
Care Leavers Project	15,582	5,894	21,476
Befriending	-	28,705	28,705
SGW	-	29,544	29,544
Womens	-	44,250	44,250
Circles	-	7,389	7,389
	<u>147,590</u>	<u>70,891</u>	<u>218,481</u>
<b>TOTAL FUNDS</b>	<u>1,159,866</u>	<u>56,280</u>	<u>1,216,146</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	903,786	(892,115)	11,566	23,237
Early Days in Custody	54,999	(92,847)	-	(37,848)
	<u>958,785</u>	<u>(984,962)</u>	<u>11,566</u>	<u>(14,611)</u>
<b>Restricted funds</b>				
Youth Project	80,753	(110,508)	-	(29,755)
Special Visits	2,224	(3,237)	-	(1,013)
Communications, Training & Development	37,549	(29,853)	-	7,696
Courts	6,209	(28,028)	-	(21,819)
Care Leavers Project	65,483	(59,589)	-	5,894
Parental Rights	55,108	(55,108)	-	-
Befriending	31,501	(2,796)	-	28,705
SGW	98,285	(68,741)	-	29,544
LLIF	117,653	(117,653)	-	-
Womens	59,817	(15,567)	-	44,250
Circles	10,000	(2,611)	-	7,389
	<u>564,582</u>	<u>(493,691)</u>	<u>-</u>	<u>70,891</u>
<b>TOTAL FUNDS</b>	<u>1,523,367</u>	<u>(1,478,653)</u>	<u>11,566</u>	<u>56,280</u>

NEPACS

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

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
<b>Unrestricted funds</b>				
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>
<b>Restricted funds</b>				
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>
<b>TOTAL FUNDS</b>	<u>1,157,939</u>	<u>1,927</u>	<u>-</u>	<u>1,159,866</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
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>
<b>Restricted funds</b>				
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>
<b>TOTAL FUNDS</b>	<u>1,403,773</u>	<u>(1,426,657)</u>	<u>24,811</u>	<u>1,927</u>

NEPACS

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

21. MOVEMENT IN FUNDS - continued

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

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
<b>Unrestricted funds</b>				
General fund	860,199	36,942	8,734	905,875
Family Holidays	3,700	-	-	3,700
Early Days in Custody	160,471	(72,381)	-	88,090
	<u>1,024,370</u>	<u>(35,439)</u>	<u>8,734</u>	<u>997,665</u>
<b>Restricted funds</b>				
Youth Project	50,776	(12,111)	(660)	38,005
Low Newton Play Scheme	2,375	-	(2,375)	-
Special Visits	16,514	(205)	-	16,309
Holme House Visitors Centre	16,379	-	(12,625)	3,754
Communications, Training & Development	33,323	3,406	(14,758)	21,971
Ann Chambers	1,917	-	-	1,917
Courts	11,988	(6,827)	-	5,161
Care Leavers Project	297	(1,337)	22,516	21,476
Parental Rights	-	832	(832)	-
Befriending	-	28,705	-	28,705
SGW	-	29,544	-	29,544
Womens	-	44,250	-	44,250
Circles	-	7,389	-	7,389
	<u>133,569</u>	<u>93,646</u>	<u>(8,734)</u>	<u>218,481</u>
<b>TOTAL FUNDS</b>	<u><u>1,157,939</u></u>	<u><u>58,207</u></u>	<u><u>-</u></u>	<u><u>1,216,146</u></u>

**NEPACS**

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

**21. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	2,004,926	(2,004,361)	36,377	36,942
Early Days in Custody	119,899	(192,280)	-	(72,381)
	<u>2,124,825</u>	<u>(2,196,641)</u>	<u>36,377</u>	<u>(35,439)</u>
<b>Restricted funds</b>				
Youth Project	181,877	(193,988)	-	(12,111)
Special Visits	7,336	(7,541)	-	(205)
Communications, Training & Development	68,251	(64,845)	-	3,406
Courts	55,495	(62,322)	-	(6,827)
Care Leavers Project	107,160	(108,497)	-	(1,337)
Parental Rights	64,255	(63,423)	-	832
Befriending	32,186	(3,481)	-	28,705
SGW	98,285	(68,741)	-	29,544
LLIF	117,653	(117,653)	-	-
Womens	59,817	(15,567)	-	44,250
Circles	10,000	(2,611)	-	7,389
	<u>802,315</u>	<u>(708,669)</u>	<u>-</u>	<u>93,646</u>
<b>TOTAL FUNDS</b>	<u>2,927,140</u>	<u>(2,905,310)</u>	<u>36,377</u>	<u>58,207</u>

**22. 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 2022 the balance on the loan was £1 (2021: £1).

**23. ULTIMATE CONTROLLING PARTY**

The charitable company is controlled by the board of trustees.