

COMPANY REGISTRATION NUMBER: 3438389
CHARITY REGISTRATION NUMBER: 1093327

Teesside Environmental Trust
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2022

CHIPCHASE MANNERS

Chartered Accountants
Chipchase Manners
384 Linthorpe Road
Middlesbrough
TS5 6HA

Teesside Environmental Trust

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2022

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Teesside Environmental Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name	Teesside Environmental Trust
Charity registration number	1093327
Company registration number	3438389
Principal office	The Innovation Centre Kirkleatham Business Park Redcar
Registered office	19 Yarm Road Stockton on Tees TS18 3NJ

The trustees

D Kitchen
K Hissitt
P L Cornes
C Shepherd
R Drinkwater
J Mann
K Trueman
D J Morris
T Blanchard

Company secretary	K J North
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Independent examiner	Graeme Boagey, FCA Chipchase Manners 384 Linthorpe Road Middlesbrough TS5 6HA
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Teesside Environmental Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Structure, governance and management

Organisational structure

The charity is constituted as a limited by guarantee company, without a share capital and is governed by its Memorandum and Articles of Association.

Management

The charity is managed on a day-to-day basis by the Trust Administrator. The Trust Board is responsible for the overall direction and operation of the charity. It meets four times a year to make important decisions affecting the charity.

Governance and internal control

The Trust Board has reviewed the major risks to which the charity is exposed and actions have been taken to mitigate those risks. Contaminated land insurance together with general insurances, have been taken out. In view of changes to the previous Landfill Tax Credits Scheme, the charity has also secured funding from other sources to support the project.

Objectives and activities

Charitable objects

The principal activity of the charity is the development of the nature reserve at a site north of the Clarences, Stockton-on-Tees. The charity also protects and promotes the natural environment through the provision of nature reserves, the management of habitats, the conservation of habitats and species, the conservation of the historic environment and the provision of education on the natural environment.

Public benefit objectives

In order to meet its objectives, the charity has incurred a large amount of expenditure on developing the site in order to protect the environment. This has enabled a state of the art wildlife reserve and discovery park to be built which has been made available to the general public.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future conservation projects.

Teesside Environmental Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Achievements and performance

Review of activities and achievements

2021/2022 has been another successful year for Teesside Environmental Trust. Our primary focus has remained the Saltholme Nature Reserve, where we continued financial support for our partners, the RSPB, in their management and development of the reserve. Predator fencing to protect to ground nesting birds; stock-proof fencing on newly leased land to facilitate better ecological management of meadows; new shelters to protect visitors from bad weather; resurfacing of the main access road; and relocation of the south bound locator sign on the main trunk road A19 directing visitors to the reserve, have all been completed.

We have been collaborating with other partners on associated nature conservation and enhancement schemes, including the planned creation of extensive wetlands on the southern boundary of Saltholme to regenerate the environs of Holme Fleet and reduce tidal flood risk to our neighbours in the Clarences community. Our principal partners in this major project are Stockton on Tees Borough Council and the Environmental Agency, with projected completion in 2026.

Our only estuary boundary with the river Tees is the North Tees Nature Park on the north shore of the river Tees and during the year, in partnership with the Environment Agency, we embarked upon a feasibility study to improve the conservation value of the site and preserve calcareous slag grassland habitat.

We agreed a small loan to establish the Tees Seal Conservation Trust, primarily aimed at the conservation and welfare of the river Tees colony of common seal pups, which, in recent years has been ravaged by disease.

We are approaching our twenty fifth year and we are updating our articles of association to reflect our wider role, having largely achieved our initial objective defined in 1997. Trustees are reviewing our vision and objectives for the next ten years and to support these endeavours we are establishing a digital platform to inform a wider audience of our progress and achievements and to canvas more support and involvement from within the community.

All this has been achieved by consistent support from trustees and their endeavours on behalf of the Trust.

Financial review

Financial position

The accumulated funds at 31 March 2022 were £906,782 (2021: £563,977) and the charity has adequate resources to meet expenditure as it falls due in the year commencing 1 April 2022.

Reserves

The charity receives tax credit income from a Landfill operator on an annual basis under legal agreements signed with the operator. This agreement is set to last for several years. The scale of works to be carried out and associated support costs are matched to the Landfill Communities Fund resources received in the previous year.

Teesside Environmental Trust

Company Limited by Guarantee


Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 11 July 2022 and signed on behalf of the board of trustees by:



K J North
Secretary

Teesside Environmental Trust

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Teesside Environmental Trust

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of Teesside Environmental Trust ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

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

Teesside Environmental Trust

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Teesside Environmental Trust *(continued)*

Year ended 31 March 2022

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

Graeme Boagey

Graeme Boagey, FCA
Independent Examiner

Chipchase Manners
384 Linthorpe Road
Middlesbrough
TS5 6HA

11 July 2022

Teesside Environmental Trust

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2022

			2022		2021
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Voluntary income	5	–	357,546	357,546	311,621
Investment income	6	4,940	46	4,986	5,144
Other incoming resources	7	198,072	–	198,072	179,848
Total income		<u>203,012</u>	<u>357,592</u>	<u>560,604</u>	<u>496,613</u>
Expenditure					
Expenditure on charitable activities	8,9	(66,464)	(151,335)	(217,799)	(211,531)
Total expenditure		<u>(66,464)</u>	<u>(151,335)</u>	<u>(217,799)</u>	<u>(211,531)</u>
Net income and net movement in funds		<u>136,548</u>	<u>206,257</u>	<u>342,805</u>	<u>285,082</u>
Reconciliation of funds					
Total funds brought forward		262,609	301,368	563,977	278,895
Total funds carried forward		<u>399,157</u>	<u>507,625</u>	<u>906,782</u>	<u>563,977</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 9 to 15 form part of these financial statements.

Teesside Environmental Trust**Company Limited by Guarantee****Statement of Financial Position****31 March 2022**

	Note	2022 £	2021 £
Current assets			
Debtors	16	1,848	11,480
Cash at bank and in hand		<u>954,273</u>	<u>568,961</u>
		956,121	580,441
Creditors: amounts falling due within one year	17	<u>(49,339)</u>	<u>(16,464)</u>
Net current assets		<u>906,782</u>	<u>563,977</u>
Total assets less current liabilities		<u>906,782</u>	<u>563,977</u>
Net assets		<u><u>906,782</u></u>	<u><u>563,977</u></u>
Funds of the charity			
Restricted funds		507,625	301,368
Unrestricted funds		<u>399,157</u>	<u>262,609</u>
Total charity funds	18	<u><u>906,782</u></u>	<u><u>563,977</u></u>

For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 11 July 2022, and are signed on behalf of the board by:



D Kitchen
Trustee

The notes on pages 9 to 15 form part of these financial statements.

Teesside Environmental Trust

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 19 Yarm Road, Stockton on Tees, TS18 3NJ.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Disclosure exemptions

Advantage has been taken of the following disclosure exemptions available:

No cash flow statement has been presented for the company.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Teesside Environmental Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Teesside Environmental Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Research and development

Research expenditure is written off to the profit and loss account in the period in which it is incurred.

4. Limited by guarantee

Teesside Environmental Trust is limited by guarantee and accordingly does not have share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

5. Voluntary income

	Restricted Funds £	Total Funds 2022 £	Restricted Funds £	Total Funds 2021 £
Donations				
Landfill tax credit income - Augean	357,546	357,546	311,621	311,621

6. Investment income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Income from UK investment properties	4,907	—	4,907
Bank interest receivable	33	46	79
	<u>4,940</u>	<u>46</u>	<u>4,986</u>

Teesside Environmental Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

6. Investment income *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Income from UK investment properties	4,909	—	4,909
Bank interest receivable	113	122	235
	<u>5,022</u>	<u>122</u>	<u>5,144</u>

7. Other incoming resources

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Other income	188,240	188,240	169,096	169,096
Administration income	9,832	9,832	10,752	10,752
	<u>198,072</u>	<u>198,072</u>	<u>179,848</u>	<u>179,848</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Charitable activities	61,812	141,503	203,315
Support costs	4,652	9,832	14,484
	<u>66,464</u>	<u>151,335</u>	<u>217,799</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Charitable activities	46,194	150,401	196,595
Support costs	4,184	10,752	14,936
	<u>50,378</u>	<u>161,153</u>	<u>211,531</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Charitable activities	203,315	—	203,315	196,595
Governance costs	—	14,484	14,484	14,936
	<u>203,315</u>	<u>14,484</u>	<u>217,799</u>	<u>211,531</u>

Teesside Environmental Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

10. Analysis of support costs

	Analysis of support costs activity 1		Total 2022	Total 2021
	£		£	£
Governance costs	14,484		14,484	14,936
	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Insurance	2,110	—	2,110	1,669
Accountancy	1,225	—	1,225	1,225
Subscriptions	1,317	—	1,317	1,290
Administration charges	—	9,832	9,832	10,752
Landfill tax credit income - Augean	—	—	—	—
	4,652	9,832	14,484	14,936

11. Taxation

The charity's activities fall within the exemptions afforded by the provisions of The Corporation Taxes Act 2010. Accordingly, there is no charge in these accounts.

12. Independent examination fees

	2022	2021
	£	£
Fees payable to the independent examiner for:		
Independent examination of the financial statements	1,225	1,225

13. Staff costs

No salaries or wages have been paid to employees, including the trustees, during the year. The average number of employees (including the trustees) during the year was 10 (2021: 11).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity were received by the trustees during the accounting period.

15. Tangible fixed assets

The freehold property owned by Teesside Environmental Trust was gifted to the charity and therefore is included at nil cost in the accounts. The Saltholme Reserve which forms the bulk of the freehold property is rented to the RSPB on a long term lease. As a result of the existing 99 year lease of the land with the RSPB with 87 years left to run the Trustees have sought informal advice, but not a formal valuation, and based on the current RSPB rent valued the land at £105,000.

Teesside Environmental Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

16. Debtors

	2022	2021
	£	£
Prepayments and accrued income	1,848	1,776
Other debtors	—	9,704
	<u>1,848</u>	<u>11,480</u>

17. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans and overdrafts	42,498	—
Trade creditors	—	15,000
Accruals and deferred income	1,464	1,464
Social security and other taxes	5,377	—
	<u>49,339</u>	<u>16,464</u>

18. Analysis of charitable funds

Unrestricted funds

	At			At
	1 April 2021	Income	Expenditure	31 March 2022
	£	£	£	£
General funds	<u>262,609</u>	<u>203,012</u>	<u>(66,464)</u>	<u>399,157</u>

	At			At
	1 April 2020	Income	Expenditure	31 March 2021
	£	£	£	£
General funds	<u>128,117</u>	<u>184,870</u>	<u>(50,378)</u>	<u>262,609</u>

Purposes of unrestricted funds

The general funds are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

Teesside Environmental Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

18. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 April 2021 £	Income £	Expenditure £	At 31 March 2022 £
Land fill tax credit fund	<u>301,368</u>	<u>357,592</u>	<u>(151,335)</u>	<u>507,625</u>

	At 1 April 2020 £	Income £	Expenditure £	At 31 March 2021 £
Land fill tax credit fund	<u>150,778</u>	<u>311,743</u>	<u>(161,153)</u>	<u>301,368</u>

Purposes of restricted funds

The Land Fill Tax Credit Fund has been used for the development of The International Nature Reserve in the Tees Valley which also contains the Saltholme Wild Bird Discovery Centre.

19. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Current assets	448,496	507,625	956,121
Creditors less than 1 year	<u>(49,339)</u>	<u>—</u>	<u>(49,339)</u>
Net assets	<u>399,157</u>	<u>507,625</u>	<u>906,782</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Current assets	279,073	301,368	580,441
Creditors less than 1 year	<u>(16,464)</u>	<u>—</u>	<u>(16,464)</u>
Net assets	<u>262,609</u>	<u>301,368</u>	<u>563,977</u>

20. Financial instruments

The company has not used any non-basic financial instruments in the period.

21. Land leased from Teesside Environmental Trust

Statera Energy, which leases land from Teesside Environmental Trust, is liable to make payments for 25 years which will cover any costs, in addition to costs covered by the decommissioning bonds, to restore the sites. The total payments made to 31 March 2022 are held in an escrow account which has a balance of £19,082 (2021: £12,359).

Teesside Environmental Trust

Company Limited by Guarantee

Management Information

Year ended 31 March 2022

The following pages do not form part of the financial statements.

Teesside Environmental Trust
Company Limited by Guarantee
Detailed Statement of Financial Activities
Year ended 31 March 2022

	2022 £	2021 £
Income and endowments		
Voluntary income		
Landfill tax credit income - Augean	357,546	311,621
Investment income		
Income from UK investment properties	4,907	4,909
Bank interest receivable	79	235
	<u>4,986</u>	<u>5,144</u>
Other incoming resources		
Other income	188,240	169,096
Administration income	9,832	10,752
	<u>198,072</u>	<u>179,848</u>
Total income	<u>560,604</u>	<u>496,613</u>
Expenditure		
Expenditure on charitable activities		
Rent	(10,405)	(7,042)
Rates and water	(151,567)	(148,566)
Repairs and maintenance	(19,761)	(16,122)
Insurance	(2,110)	(1,669)
Motor vehicle expenses	(19,850)	(2,240)
Legal and professional fees	(1,662)	(1,225)
Other office costs	(11,127)	(33,377)
Subscriptions	(1,317)	(1,290)
	<u>(217,799)</u>	<u>(211,531)</u>
Total expenditure	<u>(217,799)</u>	<u>(211,531)</u>
Net income	<u>342,805</u>	<u>285,082</u>

Teesside Environmental Trust**Company Limited by Guarantee****Notes to the Detailed Statement of Financial Activities****Year ended 31 March 2022**

	2022	2021
	£	£
Expenditure on charitable activities		
Charitable activities		
<i>Activities undertaken directly</i>		
Levy on landfill tax	(10,405)	(7,042)
Site work costs	(151,567)	(148,566)
Administration expenses	(19,761)	(16,122)
Legal and professional fees	(19,850)	(2,240)
UK entertainment and trustee costs	(437)	—
Statera project costs	(1,295)	(22,625)
	<u>(203,315)</u>	<u>(196,595)</u>
Governance costs		
Insurance	(2,110)	(1,669)
Accountancy	(1,225)	(1,225)
Administration charges	(9,832)	(10,752)
Subscriptions	(1,317)	(1,290)
	<u>(14,484)</u>	<u>(14,936)</u>
Expenditure on charitable activities	<u>(217,799)</u>	<u>(211,531)</u>
