

LYNEMOUTH DAY CENTRE LTD

England & Wales · Charity number 1106526

Details

Status	Registered
Legal form	Charitable company
Company number	05233187
Registered	2004-11-01
Register	View on the Charity Commission register

Contact

Address	Lynemouth Day Centre Ltd Albion Terrace Lynemouth Morpeth NE61 5SY
Phone	01670861662
Email	LDCOFFICE@AOL.COM
Website	lynemouthdaycentre.org.uk

Activities

Objects: TO PROMOTE THE RELIEF OF THE ELDERLY BY PROVIDING, MAINTAINING AND MANAGING A DAY CENTRE IN LYNEMOUTH FOR THE PURPOSE OF PROVIDING FACILITIES FOR RECREATION AND OTHER LEISURE TIME OCCUPATIONS AND OTHER LAWFUL CHARITABLE PURPOSES FOR SUCH PERSONS IN THE INTEREST OF SOCIAL WELFARE WITH THE OBJECT OF IMPROVING THEIR CONDITIONS OF LIFE.

Activities: Day Centre for the elderly

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** General Charitable Purposes
- **Who:** Elderly/old People, People With Disabilities

Geography

- **Area of benefit:** NORTHUMBERLAND
- Northumberland

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£364,724	£389,644	-	-
2024-03-31	£348,572	£374,944	-	-
2023-03-31	£308,674	£348,445	-	-
2022-03-31	£290,632	£317,593	-	-
2021-03-31	£291,292	£257,496	-	-

Trustees

Name	Role	Appointed
MARK BURDON	Chair	
GILLIAN THOMPSON		2015-03-20
MR EDWARD PEAT		
WILLIAM TARBIT		2013-01-09

LYNEMOUTH DAY CENTRE LTD

England & Wales - Charity number 1106526

Accounts

REGISTERED COMPANY NUMBER: 05233187 (England and Wales)
REGISTERED CHARITY NUMBER: 1106526

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025
FOR
LYNEMOUTH DAY CENTRE LIMITED

Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

LYNEMOUTH DAY CENTRE LIMITED
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FOR THE YEAR ENDED 31 MARCH 2025

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LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

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 2025. 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).

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution & Objects

Lynemouth Day Centre Limited began trading on 1st April 2006, is registered at Companies House No: 5233187, and is registered with the Charities Commission No: 1106526.

The objects of the charity are to promote the relief of the elderly by providing, maintaining and managing a Day Centre in Lynemouth for the purpose of providing facilities for recreation and other leisure time occupations and other lawful charitable purposes in the interest of social welfare with the object of improving their conditions of life.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objects and in planning future activities.

Organisation

The names of the Directors are set out on page 4. The Directors form the Executive Committee which meets regularly. The day-to-day management decisions are made by the Day Centre Manager with input from the Chairman and Directors as necessary. All decisions are ratified by the committee at the following executive meeting, and/ or by email correspondence. The Directors are elected or re-appointed each year by the members of Lynemouth Day Centre at the AGM.

Appointment Of New Trustees

New trustees are voted on at the AGM. However, in accordance with the Articles of Association, the trustees may appoint a person who is willing to act as a trustee either to fill a vacancy or as an additional trustee provided that the appointment does not cause the number of trustees to exceed the number fixed by or in accordance with the articles as the maximum number of trustees.

A trustee so appointed shall hold office only until the next following Annual General Meeting.

Activities

During the year, the Day Centre's management has continued to consolidate its operations following the Covid-19 pandemic. A full programme of activities and in-person events has resumed, and the Directors have reviewed operational arrangements on a regular basis to ensure that services remain safe, compliant, and effective.

The Day Centre has continued to deliver a range of established community services, including the sharing table, community shop, holiday meal clubs, and the provision of hot meals to local residents. The premises remain in regular use by the wider community, including the local library, which continues to occupy part of the building.

Plans for Future Periods

The Directors remain committed to providing high-quality services within a safe and suitable environment. A phased refurbishment plan for the Day Centre premises is in place, and applications for grant funding have been submitted, and will continue to be submitted, to support each stage of the programme. The premises continue to be utilised by community organisations, including the local library.

The Day Centre is also in the process of acquiring a parcel of land adjacent to the current site. The acquisition will enable the future expansion of Day Centre services, including the development of outdoor activity areas and additional community facilities.

The Directors continue to monitor developments closely and maintain regular dialogue with the County Council. Operational measures remain in place to adapt services to the needs of clients and to monitor their welfare.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

Finance

The financial statements for the year are attached to this report.

Funding from Social Services continues to support the operational activities of the Company. Since the year end, a grant of £15,000 has been received from The Ballinger Trust towards the purchase of land adjacent to the Day Centre. We have also been awarded £15,000 by Lynemouth Parish Council for the same purpose however this has not yet been paid. The Directors recognise the risks inherent in reliance on social care funding, coupled with rising operating costs and wider cost-of-living pressures. Management is actively exploring diversification and alternative funding sources to mitigate these risks.

The Directors extend their appreciation to the members who continue to raise significant funds for the Centre through their own efforts.

A financial risk assessment has been undertaken in response to the operational and financial challenges arising from external factors.

Staff

The Directors wish to record their appreciation to the staff, who continue to demonstrate commitment and professionalism in delivering high-quality care and support to our members. The management team comprises Vikki Thompson and Lynsey Ditchburn. Staff development has continued throughout the year, with employees undertaking a range of training and accredited qualifications. Where feasible, the Day Centre also offers placements to young people from external education providers.

Reserves Policy

The Executive Committee has an obligation to safeguard the interests of its clients, the majority of whom are vulnerable adults. Therefore, we aim to keep six months' running costs in reserve in light of the risks to the County Council funding which makes up most of our income. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the expenditure. Budgeted expenditure for 2025/26 is expected to be in the region of £380,000 and therefore the target is £190,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the Executive Committee are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Whilst unrestricted funds stand at a decreased figure of £82,864 down from £111,069, an increased designation of £45,812 has been set aside for staff redundancies. The present level of unrestricted net current assets available to the charity is £54,799. After accounting for the designated redundancy amount, this leaves £8,987 working capital for the general reserve. This falls significantly short of the target level. Although the strategy is to continue to build reserves through planned operating surpluses, the Executive Committee is well aware that it is unlikely that the target range can be reached for at least 5 years. In the short term the Executive Committee has also considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.

Risk Assessment

The Directors have examined the major strategic, business and operational risks, which the charity faces, and confirm that systems have been established to engage regular reports to be produced so that the necessary steps may be taken to lessen these risks.

Reporting Accountants

A resolution proposing that Greaves Grindle be re-appointed as reporting accountants of the charity will be put to the Annual General Meeting.

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2025**

REFERENCE AND ADMINISTRATIVE DETAILS

Directors

Mr M D Burdon (Chairman)
Mr W Tarbit (Secretary)
Mr E C Peat (Treasurer)
Mrs G Thompson MBE

Manager

Mrs V Thompson

Address

Albion Terrace
Lynemouth
Morpeth
Northumberland
NE61 5SY

Company Number

5233187

Charity Number

1106526

Reporting Accountants

Greaves Grindle
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Bankers

Barclays Bank PLC
Northumbria House
Cramlington
Northumberland
NE23 6QP

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 12 December 2025 and signed on its behalf by:

M D Burdon - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LYNEMOUTH DAY CENTRE LIMITED**

Independent examiner's report to the trustees of Lynemouth Day Centre Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2025.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

Jane Harvey F.C.A.

Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

19 December 2025

LYNEMOUTH DAY CENTRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		224	3,285	3,509	4,482
Charitable activities					
Day Centre activities		326,250	-	326,250	323,525
Other trading activities	2	34,196	-	34,196	19,752
Investment income	3	769	-	769	813
Total		361,439	3,285	364,724	348,572
EXPENDITURE ON					
Raising funds		23,418	-	23,418	24,102
Charitable activities					
Day Centre activities		366,226	-	366,226	350,842
Total		389,644	-	389,644	374,944
NET INCOME/(EXPENDITURE)		(28,205)	3,285	(24,920)	(26,372)
RECONCILIATION OF FUNDS					
Total funds brought forward		111,069	1,678	112,747	139,119
TOTAL FUNDS CARRIED FORWARD		82,864	4,963	87,827	112,747

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**BALANCE SHEET
31 MARCH 2025**

	Notes	Unrestricted funds £	Restricted funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS					
Tangible assets	8	28,065	-	28,065	28,708
CURRENT ASSETS					
Debtors	9	9,299	-	9,299	18,168
Cash at bank and in hand		61,016	4,963	65,979	80,605
		<u>70,315</u>	<u>4,963</u>	<u>75,278</u>	<u>98,773</u>
CREDITORS					
Amounts falling due within one year	10	(15,516)	-	(15,516)	(14,734)
NET CURRENT ASSETS		<u>54,799</u>	<u>4,963</u>	<u>59,762</u>	<u>84,039</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>82,864</u>	<u>4,963</u>	<u>87,827</u>	<u>112,747</u>
NET ASSETS		<u>82,864</u>	<u>4,963</u>	<u>87,827</u>	<u>112,747</u>
FUNDS	11				
Unrestricted funds				82,864	111,069
Restricted funds				4,963	1,678
TOTAL FUNDS				<u>87,827</u>	<u>112,747</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2025.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2025 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

BALANCE SHEET - continued
31 MARCH 2025

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 12 December 2025 and were signed on its behalf by:

M D Burdon - Trustee

G Thompson - Trustee

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

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.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Freehold property - 2% on cost

Taxation

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

Fund accounting

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

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

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

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 11.7 Charities SORP (FRS 102). Subsequent measurement is as per paragraphs 11.17 to 11.19, Charities SORP (FRS 102).

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discount.

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

2. OTHER TRADING ACTIVITIES

	2025	2024
	£	£
Raffle	2,091	3,206
External catering	26,322	11,500
Support service	5,783	5,046
	<u>34,196</u>	<u>19,752</u>

3. INVESTMENT INCOME

	2025	2024
	£	£
Interest receivable	769	813
	<u>769</u>	<u>813</u>

4. NET INCOME/(EXPENDITURE)

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

	2025	2024
	£	£
Independent examiner's fees	2,345	2,332
Depreciation - owned assets	643	643
	<u>2,988</u>	<u>2,975</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2025 nor for the year ended 31 March 2024.

6. STAFF COSTS

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

	2025	2024
Charitable activities	10	10
Management and administration	2	2
	<u>12</u>	<u>12</u>

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

The aggregate remuneration of the management team in the year amounted to £60,494.

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	1,667	2,815	4,482
Charitable activities			
Day Centre activities	323,525	-	323,525
Other trading activities	19,752	-	19,752
Investment income	813	-	813
Total	<u>345,757</u>	<u>2,815</u>	<u>348,572</u>
EXPENDITURE ON			
Raising funds	24,102	-	24,102
Charitable activities			
Day Centre activities	<u>348,027</u>	<u>2,815</u>	<u>350,842</u>
Total	<u>372,129</u>	<u>2,815</u>	<u>374,944</u>
NET INCOME/(EXPENDITURE)	(26,372)	-	(26,372)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>137,441</u>	<u>1,678</u>	<u>139,119</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>111,069</u></u>	<u><u>1,678</u></u>	<u><u>112,747</u></u>

8. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 April 2024 and 31 March 2025	<u>35,138</u>
DEPRECIATION	
At 1 April 2024	<u>6,430</u>
Charge for year	<u>643</u>
At 31 March 2025	<u>7,073</u>
NET BOOK VALUE	
At 31 March 2025	<u><u>28,065</u></u>
At 31 March 2024	<u><u>28,708</u></u>

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

8. TANGIBLE FIXED ASSETS - continued

Included in cost or valuation of land and buildings is freehold land of £3,000 (2024 - £3,000) which is not depreciated.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Other debtors	8,122	17,168
Prepayments	1,177	1,000
	<u>9,299</u>	<u>18,168</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024
	£	£
Trade creditors	7,718	7,447
Other creditors	688	688
Accrued expenses	7,110	6,599
	<u>15,516</u>	<u>14,734</u>

11. MOVEMENT IN FUNDS

	At 1.4.24	Net movement in funds	Transfers between funds	At 31.3.25
	£	£	£	£
Unrestricted funds				
General reserve	68,179	(28,205)	(2,922)	37,052
Designated redundancy fund	42,890	-	2,922	45,812
	<u>111,069</u>	<u>(28,205)</u>	<u>-</u>	<u>82,864</u>
Restricted funds				
Transport fund	1,388	-	-	1,388
Building refurbishment fund	290	-	-	290
Hallway flooring fund	-	2,285	-	2,285
Bathroom fittings fund	-	1,000	-	1,000
	<u>1,678</u>	<u>3,285</u>	<u>-</u>	<u>4,963</u>
TOTAL FUNDS	<u>112,747</u>	<u>(24,920)</u>	<u>-</u>	<u>87,827</u>

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	361,439	(389,644)	(28,205)
Restricted funds			
Hallway flooring fund	2,285	-	2,285
Bathroom fittings fund	1,000	-	1,000
	<u>3,285</u>	<u>-</u>	<u>3,285</u>
TOTAL FUNDS	<u>364,724</u>	<u>(389,644)</u>	<u>(24,920)</u>

Comparatives for movement in funds

	At 1.4.23 £	Net movement in funds £	Transfers between funds £	At 31.3.24 £
Unrestricted funds				
General reserve	102,971	(26,372)	(8,420)	68,179
Designated redundancy fund	34,470	-	8,420	42,890
	<u>137,441</u>	<u>(26,372)</u>	<u>-</u>	<u>111,069</u>
Restricted funds				
Transport fund	1,388	-	-	1,388
Building refurbishment fund	290	-	-	290
	<u>1,678</u>	<u>-</u>	<u>-</u>	<u>1,678</u>
TOTAL FUNDS	<u>139,119</u>	<u>(26,372)</u>	<u>-</u>	<u>112,747</u>

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2025**

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	345,757	(372,129)	(26,372)
Restricted funds			
New oven fund	2,815	(2,815)	-
TOTAL FUNDS	<u>348,572</u>	<u>(374,944)</u>	<u>(26,372)</u>

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2025.

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets £	Current assets £	Current liabilities £	Total 2025 £	Total 2024 £
Unrestricted funds					
General reserve	28,065	24,503	(15,516)	37,052	68,179
Designated funds					
Designated redundancy fund	-	45,812	-	45,812	42,890
Total unrestricted funds	<u>28,065</u>	<u>70,315</u>	<u>(15,516)</u>	<u>82,864</u>	<u>111,069</u>
Restricted funds					
Transport fund	-	1,388	-	1,388	1,388
Building refurbishment fund	-	290	-	290	290
Hallway flooring fund	-	2,285	-	2,285	-
Bathroom fittings fund	-	1,000	-	1,000	-
Total restricted funds	<u>-</u>	<u>4,963</u>	<u>-</u>	<u>4,963</u>	<u>1,678</u>
Total funds	<u>28,065</u>	<u>75,278</u>	<u>(15,516)</u>	<u>87,827</u>	<u>112,747</u>

LYNEMOUTH DAY CENTRE LTD

England & Wales - Charity number 1106526

Accounts

REGISTERED COMPANY NUMBER: 05233187 (England and Wales)
REGISTERED CHARITY NUMBER: 1106526

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024
FOR
LYNEMOUTH DAY CENTRE LIMITED

Greaves Grindle
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NE66 1TA

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FOR THE YEAR ENDED 31 MARCH 2024

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LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

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 2024. 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).

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution & Objects

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The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objects and in planning future activities.

Organisation

The names of the Directors are set out on page 4. The Directors form the Executive Committee which meets regularly. The day-to-day management decisions are made by the Day Centre Manager with input from the Chairman and Directors as necessary. All decisions are ratified by the committee at the following executive meeting, and/ or by email correspondence. The Directors are elected or re-appointed each year by the members of Lynemouth Day Centre at the AGM.

Appointment Of New Trustees

New trustees are voted on at the AGM. However, in accordance with the Articles of Association, the trustees may appoint a person who is willing to act as a trustee either to fill a vacancy or as an additional trustee provided that the appointment does not cause the number of trustees to exceed the number fixed by or in accordance with the articles as the maximum number of trustees.

A trustee so appointed shall hold office only until the next following Annual General Meeting.

Activities

Our activities are focussed on the provision of services to clients, both on and off site, as well as the wider community. The directors have reviewed arrangements on a regular basis. As an important part of the local community, the Day Centre has continued to provide popular services such as the sharing table, community shop, holiday meal clubs and the provision of hot meals to people in the area. The Day Centre premises are accessed regularly by the local community, including the library which is hosted in part of the building.

Plans for Future Periods

Providing high quality services in a safe environment is a key priority for the Directors and management. A refurbishment plan for the building is in place and work is being conducted in a phased manner; grant funding is being sought for each of these phases. The building is being utilised by the wider community, such as hosting the local library. Additionally, the Day Centre wishes to acquire a section of land adjacent to the building to allow further expansion of Day Centre services, such as various outdoor activities.

The long-term consequences of the Covid-19 pandemic is yet unknown; it has brought about major challenges to the care sector. The Directors continue to monitor developments closely and liaise with the County Council. Measures have been put in place to adapt the service to meet the needs of our clients and to monitor their welfare.

Finance

The financial statements are attached to this report.

Social Services funding continues to support the running of the Day Centre. Since the year end, a donation of £1,000 has been received towards a new bathroom. The Executive Committee is mindful of the risks associated with social care funding and the increase in running costs and overall cost of living pressures. The Day Centre management is investigating diversification, and alternative funding sources, to mitigate these risks. The Directors wish to thank the members who through their own efforts raise significant funds amongst themselves for the centre.

A thorough financial risk assessment has been conducted. Immediate risks are the employers' National Insurance increase, national minimum wage increases and the lack of Government funding to support care for the elderly.

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

Staff

We are privileged to be served by staff who are dedicated to their work, caring for our members and offering the highest standards of service. We are very happy to pay £0.56 an hour above the national minimum wage as required by the Northumberland County Council contract, to support staff welfare. The management team consists of Vikki Thompson and Lynsey Ditchburn. Training has continued with staff members undertaking various qualifications. Placements are often provided for young people from several external education establishments, when possible.

Reserves Policy

The Executive Committee has an obligation to safeguard the interests of its clients, the majority of whom are vulnerable adults. Therefore, we aim to keep six months' running costs in reserve in light of the risks to the County Council funding which makes up most of our income. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the expenditure. Budgeted expenditure for 2024/25 is expected to be in the region of £370,000 and therefore the target is £185,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the Executive Committee are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Whilst unrestricted funds stand at a decreased figure of £111,069 down from £137,441, an increased designation of £42,890 has been set aside for staff redundancies. The present level of unrestricted net current assets available to the charity is £82,361. After accounting for the designated redundancy amount, this leaves £39,471 working capital for the general reserve. This falls significantly short of the target level. Although the strategy is to continue to build reserves through planned operating surpluses, the Executive Committee is well aware that it is unlikely that the target range can be reached for at least 5 years. In the short term the Executive Committee has also considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.

Risk Assessment

The Directors have examined the major strategic, business and operational risks, which the charity faces, and confirm that systems have been established to engage regular reports to be produced so that the necessary steps may be taken to lessen these risks.

Reporting Accountants

A resolution proposing that Greaves Grindle be re-appointed as reporting accountants of the charity will be put to the Annual General Meeting.

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2024**

REFERENCE AND ADMINISTRATIVE DETAILS

Directors

Mr M D Burdon (Chairman)
Mr W Tarbit (Secretary)
Mr E C Peat (Treasurer)
Mrs G Thompson MBE

Manager

Mrs V Thompson

Address

Albion Terrace
Lynemouth
Morpeth
Northumberland
NE61 5SY

Company Number

5233187

Charity Number

1106526

Reporting Accountants

Greaves Grindle
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Bankers

Barclays Bank PLC
Northumbria House
Cramlington
Northumberland
NE23 6QP

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 4/12/24 and signed on its behalf by:



M D Burdon - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LYNEMOUTH DAY CENTRE LIMITED**

Independent examiner's report to the trustees of Lynemouth Day Centre Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2024.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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



Jane Harvey F.C.A.

Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Date: 20/12/2024

LYNEMOUTH DAY CENTRE LIMITED
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		1,667	2,815	4,482	8,415
Charitable activities					
Day Centre activities		323,525	-	323,525	282,553
Other trading activities	2	19,752	-	19,752	17,538
Investment income	3	813	-	813	168
Total		345,757	2,815	348,572	308,674
EXPENDITURE ON					
Raising funds		24,102	-	24,102	23,655
Charitable activities					
Day Centre activities		348,027	2,815	350,842	324,790
Total		372,129	2,815	374,944	348,445
NET INCOME/(EXPENDITURE)		(26,372)	-	(26,372)	(39,771)
RECONCILIATION OF FUNDS					
Total funds brought forward		137,441	1,678	139,119	178,890
TOTAL FUNDS CARRIED FORWARD		111,069	1,678	112,747	139,119

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**BALANCE SHEET
31 MARCH 2024**

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	8	28,708	-	28,708	29,351
CURRENT ASSETS					
Debtors	9	18,168	-	18,168	23,845
Cash at bank and in hand		78,927	1,678	80,605	98,963
		<u>97,095</u>	<u>1,678</u>	<u>98,773</u>	<u>122,808</u>
CREDITORS					
Amounts falling due within one year	10	(14,734)	-	(14,734)	(13,040)
NET CURRENT ASSETS		<u>82,361</u>	<u>1,678</u>	<u>84,039</u>	<u>109,768</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>111,069</u>	<u>1,678</u>	<u>112,747</u>	<u>139,119</u>
NET ASSETS		<u>111,069</u>	<u>1,678</u>	<u>112,747</u>	<u>139,119</u>
FUNDS	11				
Unrestricted funds				111,069	137,441
Restricted funds				1,678	1,678
TOTAL FUNDS				<u>112,747</u>	<u>139,119</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2024 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

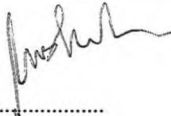
The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

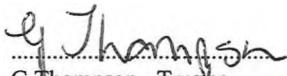
**BALANCE SHEET - continued
31 MARCH 2024**

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 4/12/24 and were signed on its behalf by:



.....
M D Burdon - Trustee



.....
G Thompson - Trustee

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

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.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Freehold property - 2% on cost

Taxation

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

Fund accounting

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

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

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

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 11.7 Charities SORP (FRS 102). Subsequent measurement is as per paragraphs 11.17 to 11.19, Charities SORP (FRS 102).

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discount.

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

2. OTHER TRADING ACTIVITIES

	2024	2023
	£	£
Raffle	3,206	1,733
External catering	11,500	11,474
Support service	5,046	4,331
	<u>19,752</u>	<u>17,538</u>

3. INVESTMENT INCOME

	2024	2023
	£	£
Interest receivable	813	168
	<u>813</u>	<u>168</u>

4. NET INCOME/(EXPENDITURE)

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

	2024	2023
	£	£
Independent examiner's fees	2,332	2,204
Depreciation - owned assets	643	643
	<u>2,975</u>	<u>2,847</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2024 nor for the year ended 31 March 2023.

6. STAFF COSTS

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

	2024	2023
Charitable activities	10	10
Management and administration	2	2
	<u>12</u>	<u>12</u>

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

The aggregate remuneration of the management team in the year amounted to £58,598.

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3,045	5,370	8,415
Charitable activities			
Day Centre activities	282,553	-	282,553
Other trading activities	17,538	-	17,538
Investment income	168	-	168
Total	<u>303,304</u>	<u>5,370</u>	<u>308,674</u>
EXPENDITURE ON			
Raising funds	23,655	-	23,655
Charitable activities			
Day Centre activities	318,770	6,020	324,790
Total	<u>342,425</u>	<u>6,020</u>	<u>348,445</u>
NET INCOME/(EXPENDITURE)	(39,121)	(650)	(39,771)
RECONCILIATION OF FUNDS			
Total funds brought forward	176,562	2,328	178,890
TOTAL FUNDS CARRIED FORWARD	<u><u>137,441</u></u>	<u><u>1,678</u></u>	<u><u>139,119</u></u>

8. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 April 2023 and 31 March 2024	<u>35,138</u>
DEPRECIATION	
At 1 April 2023	5,787
Charge for year	643
At 31 March 2024	<u>6,430</u>
NET BOOK VALUE	
At 31 March 2024	<u><u>28,708</u></u>
At 31 March 2023	<u><u>29,351</u></u>

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

8. TANGIBLE FIXED ASSETS - continued

Included in cost or valuation of land and buildings is freehold land of £3,000 (2023 - £3,000) which is not depreciated.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Other debtors	17,168	22,946
Prepayments	1,000	899
	<u>18,168</u>	<u>23,845</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade creditors	7,447	6,555
Other creditors	688	688
Accrued expenses	6,599	5,797
	<u>14,734</u>	<u>13,040</u>

11. MOVEMENT IN FUNDS

	At 1.4.23	Net movement in funds	Transfers between funds	At 31.3.24
	£	£	£	£
Unrestricted funds				
General reserve	102,971	(26,372)	(8,420)	68,179
Designated redundancy fund	34,470	-	8,420	42,890
	<u>137,441</u>	<u>(26,372)</u>	<u>-</u>	<u>111,069</u>
Restricted funds				
Transport fund	1,388	-	-	1,388
Building refurbishment fund	290	-	-	290
	<u>1,678</u>	<u>-</u>	<u>-</u>	<u>1,678</u>
TOTAL FUNDS	<u>139,119</u>	<u>(26,372)</u>	<u>-</u>	<u>112,747</u>

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	345,757	(372,129)	(26,372)
Restricted funds			
New oven fund	2,815	(2,815)	-
TOTAL FUNDS	<u>348,572</u>	<u>(374,944)</u>	<u>(26,372)</u>

Comparatives for movement in funds

	At 1.4.22 £	Net movement in funds £	Transfers between funds £	At 31.3.23 £
Unrestricted funds				
General reserve	138,760	(39,121)	3,332	102,971
Designated redundancy fund	37,802	-	(3,332)	34,470
	<u>176,562</u>	<u>(39,121)</u>	<u>-</u>	<u>137,441</u>
Restricted funds				
Transport fund	1,388	-	-	1,388
Building refurbishment fund	940	(650)	-	290
	<u>2,328</u>	<u>(650)</u>	<u>-</u>	<u>1,678</u>
TOTAL FUNDS	<u>178,890</u>	<u>(39,771)</u>	<u>-</u>	<u>139,119</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	303,304	(342,425)	(39,121)
Restricted funds			
Building refurbishment fund	5,370	(6,020)	(650)
TOTAL FUNDS	<u>308,674</u>	<u>(348,445)</u>	<u>(39,771)</u>

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2024**

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2024.

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets	Current assets	Current liabilities	Total 2024	Total 2023
	£	£	£	£	£
Unrestricted funds					
General reserve	28,708	54,205	(14,734)	68,179	102,971
Designated funds					
Designated redundancy fund	-	42,890	-	42,890	34,470
Total unrestricted funds	<u>28,708</u>	<u>97,095</u>	<u>(14,734)</u>	<u>111,069</u>	<u>137,441</u>
 Restricted funds					
Transport fund	-	1,388	-	1,388	1,388
Building refurbishment fund	-	290	-	290	290
Total restricted funds	<u>-</u>	<u>1,678</u>	<u>-</u>	<u>1,678</u>	<u>1,678</u>
 Total funds	<u>28,708</u>	<u>98,773</u>	<u>(14,734)</u>	<u>112,747</u>	<u>139,119</u>

LYNEMOUTH DAY CENTRE LTD

England & Wales - Charity number 1106526

Accounts

REGISTERED COMPANY NUMBER: 05233187 (England and Wales)
REGISTERED CHARITY NUMBER: 1106526

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023
FOR
LYNEMOUTH DAY CENTRE LIMITED

Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

LYNEMOUTH DAY CENTRE LIMITED
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FOR THE YEAR ENDED 31 MARCH 2023

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

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

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 2023. 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).

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution & Objects

Lynemouth Day Centre Limited began trading on 1st April 2006, is registered at Companies House No: 5233187, and is registered with the Charities Commission No: 1106526.

The objects of the charity are to promote the relief of the elderly by providing, maintaining and managing a Day Centre in Lynemouth for the purpose of providing facilities for recreation and other leisure time occupations and other lawful charitable purposes in the interest of social welfare with the object of improving their conditions of life.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objects and in planning future activities.

Organisation

The names of the Directors are set out on page 4. The Directors form the Executive Committee which meets regularly. The day-to-day management decisions are made by the Day Centre Manager with input from the Chairman and Directors as necessary. All decisions are ratified by the committee at the following executive meeting, and/ or by email correspondence. The Directors are elected or re-appointed each year by the members of Lynemouth Day Centre at the AGM.

Appointment Of New Trustees

New trustees are voted on at the AGM. However, in accordance with the Articles of Association, the trustees may appoint a person who is willing to act as a trustee either to fill a vacancy or as an additional trustee provided that the appointment does not cause the number of trustees to exceed the number fixed by or in accordance with the articles as the maximum number of trustees.

A trustee so appointed shall hold office only until the next following Annual General Meeting.

Activities

This year has been focussed on recovery and resilience after the Covid-19 pandemic, with activities and 'in person' events resuming. The directors have reviewed arrangements on a regular basis and are pleased with the management's response to the pandemic and the safe cessation of emergency measures put in place to keep people safe. As an important part of the local community, the Day Centre has continued to provide popular services such as the sharing table, community shop, holiday meal clubs and the provision of hot meals to people in the area.

Plans For Future Periods

Providing high quality services in a safe environment is a key priority for the Directors and management. A refurbishment plan for the building is in place and work is being conducted in a phased manner; grant funding is being sought for each of these phases. The building is being utilised by the wider community, such as hosting the local library. Additionally, a section of land adjacent to the building is in the process of being acquired to allow further expansion of Day Centre services, such as various outdoor activities.

The long-term consequences of the Covid-19 pandemic is yet unknown; it has brought about major challenges to the care sector. The Directors continue to monitor developments closely and liaise with the County Council. Measures have been put in place to adapt the service to meet the needs of our clients and to monitor their welfare.

Finance

The financial statements are attached to this report.

Social Services funding continues to support the running of the Day Centre. The Executive Committee is mindful of the risks associated with social care funding and the increase in running costs and overall cost of living pressures. The Day Centre management is investigating diversification, and alternative funding sources, to mitigate these risks. The Directors wish to thank the members who through their own efforts raise significant funds amongst themselves for the centre.

A thorough financial risk assessment has been conducted to adapt to the operational challenges caused by the pandemic.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Staff

We are privileged to be served by staff who are dedicated to their work, caring for our members and offering the highest standards of service. The management team consists of Vikki Thompson and Lynsey Ditchburn. Training has continued with staff members undertaking various qualifications. Placements are often provided for young people from a number of external education establishments, when possible.

Reserves Policy

The Executive Committee has an obligation to safeguard the interests of its clients, the majority of whom are vulnerable adults. Therefore, we aim to keep six months' running costs in reserve in light of the risks to the County Council funding which makes up most of our income. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the expenditure. Budgeted expenditure for 2022/23 is expected to be in the region of £300,000 and therefore the target is £150,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the Executive Committee are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Whilst unrestricted funds stand at a decreased figure of £137,441 down from £176,562, a decreased designation of £34,470 has been set aside for staff redundancies. The present level of unrestricted net current assets available to the charity is £108,090. After accounting for the designated redundancy amount, this leaves £73,620 working capital for the general reserve. This falls significantly short of the target level. Although the strategy is to continue to build reserves through planned operating surpluses, the Executive Committee is well aware that it is unlikely that the target range can be reached for at least 5 years. In the short term the Executive Committee has also considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.

Risk Assessment

The Directors have examined the major strategic, business and operational risks, which the charity faces, and confirm that systems have been established to engage regular reports to be produced so that the necessary steps may be taken to lessen these risks.

Reporting Accountants

A resolution proposing that Greaves Grindle be re-appointed as reporting accountants of the charity will be put to the Annual General Meeting.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Directors

Mr M D Burdon (Chairman)
Mr W Tarbit (Secretary)
Mr E C Peat (Treasurer)
Mrs G Thompson MBE

Manager

Mrs V Thompson

Address

Albion Terrace
Lynemouth
Morpeth
Northumberland
NE61 5SY

Company Number

5233187

Charity Number

1106526

Reporting Accountants

Greaves Grindle
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Bankers

Barclays Bank PLC
Northumbria House
Cramlington
Northumberland
NE23 6QP

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 5 December 2023 and signed on its behalf by:

M D Burdon - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LYNEMOUTH DAY CENTRE LIMITED**

Independent examiner's report to the trustees of Lynemouth Day Centre Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

Jane Harvey F.C.A.

Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

27 December 2023

LYNEMOUTH DAY CENTRE LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2023**

		Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies		3,045	5,370	8,415	15,461
Charitable activities					
Day Centre activities		282,553	-	282,553	260,275
Other trading activities	2	17,538	-	17,538	14,888
Investment income	3	168	-	168	8
Total		303,304	5,370	308,674	290,632
EXPENDITURE ON					
Raising funds		23,655	-	23,655	22,199
Charitable activities					
Day Centre activities		318,770	6,020	324,790	295,394
Total		342,425	6,020	348,445	317,593
NET INCOME/(EXPENDITURE)		(39,121)	(650)	(39,771)	(26,961)
RECONCILIATION OF FUNDS					
Total funds brought forward		176,562	2,328	178,890	205,851
TOTAL FUNDS CARRIED FORWARD		137,441	1,678	139,119	178,890

The notes form part of these financial statements

BALANCE SHEET
31 MARCH 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	8	29,351	-	29,351	29,994
CURRENT ASSETS					
Debtors	9	23,845	-	23,845	34,246
Cash at bank and in hand		97,285	1,678	98,963	124,421
		<u>121,130</u>	<u>1,678</u>	<u>122,808</u>	<u>158,667</u>
CREDITORS					
Amounts falling due within one year	10	(13,040)	-	(13,040)	(9,771)
NET CURRENT ASSETS		<u>108,090</u>	<u>1,678</u>	<u>109,768</u>	<u>148,896</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>137,441</u>	<u>1,678</u>	<u>139,119</u>	<u>178,890</u>
NET ASSETS		<u>137,441</u>	<u>1,678</u>	<u>139,119</u>	<u>178,890</u>
FUNDS	11				
Unrestricted funds				137,441	176,562
Restricted funds				1,678	2,328
TOTAL FUNDS				<u>139,119</u>	<u>178,890</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

BALANCE SHEET - continued
31 MARCH 2023

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 5 December 2023 and were signed on its behalf by:

M D Burdon - Trustee

G Thompson - Trustee

LYNEMOUTH DAY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Freehold property - 2% on cost

Taxation

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

Fund accounting

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

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

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

Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 11.7 Charities SORP (FRS 102). Subsequent measurement is as per paragraphs 11.17 to 11.19, Charities SORP (FRS 102).

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discount.

LYNEMOUTH DAY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

2. OTHER TRADING ACTIVITIES

	2023	2022
	£	£
Raffle	1,733	145
External catering	11,474	14,243
Support service	4,331	500
	<u>17,538</u>	<u>14,888</u>

3. INVESTMENT INCOME

	2023	2022
	£	£
Interest receivable	168	8
	<u>168</u>	<u>8</u>

4. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Independent examiner's fees	2,204	1,980
Depreciation - owned assets	643	643
	<u>2,847</u>	<u>2,623</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

6. STAFF COSTS

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

	2023	2022
	10	10
Charitable activities	10	10
Management and administration	2	2
	<u>12</u>	<u>12</u>

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

The aggregate remuneration of the management team in the year amounted to £54,958.

LYNEMOUTH DAY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	10,292	5,169	15,461
Charitable activities			
Day Centre activities	260,275	-	260,275
Other trading activities	14,888	-	14,888
Investment income	8	-	8
Total	<u>285,463</u>	<u>5,169</u>	<u>290,632</u>
EXPENDITURE ON			
Raising funds	22,199	-	22,199
Charitable activities			
Day Centre activities	<u>278,135</u>	<u>17,259</u>	<u>295,394</u>
Total	<u>300,334</u>	<u>17,259</u>	<u>317,593</u>
NET INCOME/(EXPENDITURE)	(14,871)	(12,090)	(26,961)
RECONCILIATION OF FUNDS			
Total funds brought forward	191,433	14,418	205,851
TOTAL FUNDS CARRIED FORWARD	<u><u>176,562</u></u>	<u><u>2,328</u></u>	<u><u>178,890</u></u>

8. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 April 2022 and 31 March 2023	<u>35,138</u>
DEPRECIATION	
At 1 April 2022	5,144
Charge for year	<u>643</u>
At 31 March 2023	<u>5,787</u>
NET BOOK VALUE	
At 31 March 2023	<u><u>29,351</u></u>
At 31 March 2022	<u><u>29,994</u></u>

Included in cost or valuation of land and buildings is freehold land of £3,000 (2022 - £3,000) which is not depreciated.

LYNEMOUTH DAY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Other debtors	22,946	33,398
Prepayments	899	848
	<u>23,845</u>	<u>34,246</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	6,555	3,932
Other creditors	688	807
Accrued expenses	5,797	5,032
	<u>13,040</u>	<u>9,771</u>

11. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	Transfers between funds	At 31.3.23
	£	£	£	£
Unrestricted funds				
General reserve	138,760	(39,121)	3,332	102,971
Designated redundancy fund	37,802	-	(3,332)	34,470
	<u>176,562</u>	<u>(39,121)</u>	<u>-</u>	<u>137,441</u>
Restricted funds				
Transport fund	1,388	-	-	1,388
Building refurbishment fund	940	(650)	-	290
	<u>2,328</u>	<u>(650)</u>	<u>-</u>	<u>1,678</u>
TOTAL FUNDS	<u>178,890</u>	<u>(39,771)</u>	<u>-</u>	<u>139,119</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General reserve	303,304	(342,425)	(39,121)
Restricted funds			
Building refurbishment fund	5,370	(6,020)	(650)
	<u>308,674</u>	<u>(348,445)</u>	<u>(39,771)</u>
TOTAL FUNDS	<u>308,674</u>	<u>(348,445)</u>	<u>(39,771)</u>

LYNEMOUTH DAY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
Unrestricted funds				
General reserve	141,957	(14,871)	11,674	138,760
Designated redundancy fund	49,476	-	(11,674)	37,802
	<u>191,433</u>	<u>(14,871)</u>	<u>-</u>	<u>176,562</u>
Restricted funds				
Transport fund	2,388	(1,000)	-	1,388
Building refurbishment fund	12,030	(11,090)	-	940
	<u>14,418</u>	<u>(12,090)</u>	<u>-</u>	<u>2,328</u>
TOTAL FUNDS	<u>205,851</u>	<u>(26,961)</u>	<u>-</u>	<u>178,890</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	285,463	(300,334)	(14,871)
Restricted funds			
Transport fund	1,000	(2,000)	(1,000)
Building refurbishment fund	4,169	(15,259)	(11,090)
	<u>5,169</u>	<u>(17,259)</u>	<u>(12,090)</u>
TOTAL FUNDS	<u>290,632</u>	<u>(317,593)</u>	<u>(26,961)</u>

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2023.

LYNEMOUTH DAY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets £	Current assets £	Current liabilities £	Total 2023 £	Total 2022 £
Unrestricted funds					
General reserve	29,351	86,660	(13,040)	102,971	138,760
Designated funds					
Designated redundancy fund	-	34,470	-	34,470	37,802
Total unrestricted funds	29,351	121,130	(13,040)	137,441	176,562
Restricted funds					
Transport fund	-	1,388	-	1,388	1,388
Building refurbishment fund	-	290	-	290	940
Total restricted funds	-	1,678	-	1,678	2,328
Total funds	29,351	122,808	(13,040)	139,119	178,890

LYNEMOUTH DAY CENTRE LTD

England & Wales - Charity number 1106526

Accounts

REGISTERED COMPANY NUMBER: 05233187 (England and Wales)
REGISTERED CHARITY NUMBER: 1106526

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022
FOR
LYNEMOUTH DAY CENTRE LIMITED

Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

LYNEMOUTH DAY CENTRE LIMITED
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

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**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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution & Objects

Lynemouth Day Centre Limited began trading on 1st April 2006, is registered at Companies House No: 5233187, and is registered with the Charities Commission No: 1106526.

The objects of the charity are to promote the relief of the elderly by providing, maintaining and managing a Day Centre in Lynemouth for the purpose of providing facilities for recreation and other leisure time occupations and other lawful charitable purposes in the interest of social welfare with the object of improving their conditions of life.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objects and in planning future activities.

Organisation

The Directors form the Executive Committee which meets regularly. The day-to-day management decisions are made by the Day Centre Manager with input from the Chairman as necessary. All decisions are ratified by the committee at the following executive meeting, and/ or by email correspondence. The Directors are elected or re-appointed each year by the members of Lynemouth Day Centre at the AGM.

This report includes the Covid-19 lockdown period which was clearly an exceptional event. The Directors made all possible plans to mitigate the impact of the pandemic and continued to communicate via electronic means.

Appointment Of New Trustees

New trustees are voted on at the AGM. However, in accordance with the Articles of Association, the trustees may appoint a person who is willing to act as a trustee either to fill a vacancy or as an additional trustee provided that the appointment does not cause the number of trustees to exceed the number fixed by or in accordance with the articles as the maximum number of trustees.

A trustee so appointed shall hold office only until the next following Annual General Meeting.

Activities

Due to the national restrictions introduced in response to the Covid-19 pandemic, the activities of the Day Centre have been forced to evolve quickly to meet the needs of our vulnerable client group. Despite the Centre being closed for a period, the services offered to clients continued to be provided remotely. The welfare of clients and staff members has been the top priority. Various adaptations have been made to the building to ensure a Covid-safe environment and on-site services were able to resume cautiously when government guidelines allowed.

Plans For Future Periods

Providing high quality services in a safe environment is a key priority for the Directors and management. A refurbishment plan for the building is in place and work is being conducted in a phased manner; grant funding is being sought for each of these phases. The building is being utilised by the wider community, such as hosting the local library.

The long-term consequences of the Covid-19 pandemic is yet unknown; it has brought about major challenges to the care sector. The Directors continue to monitor developments closely and liaise with the County Council. Measures have been put in place to adapt the service to meet the needs of our clients and to monitor their welfare.

To help reduce the impact of isolation, plans were quickly developed to support, as far as possible, existing clients in their own homes. It is our intention to serve the wider community; meals and other support has been provided throughout the pandemic.

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

Finance

The financial statements are attached to this report.

Social Services funding continues to support the running of the Day Centre. The previous "block contract" with the County Council finished at the end of March 2019 and has been replaced by a daily rate charge for booked places and a further rate charge for lunch and transport provided. Since the year end, grant funding has been received towards building refurbishment, transport running costs and a specific dementia project. The Executive Committee is mindful of the risks associated with social care funding. The Day Centre management is investigating diversification, and alternative funding sources, to mitigate these risks. The Directors wish to thank the members who through their own efforts raise significant funds amongst themselves for the centre.

A thorough financial risk assessment has been conducted to adapt to the operational challenges caused by the pandemic.

Staff

We are privileged to be served by staff who are dedicated to their work, caring for our members and offering the highest standards of service. The management team consists of Vikki Thompson and Lynsey Ditchburn. Training has continued with staff members undertaking various qualifications. Placements are often provided for young people from a number of external education establishments, when possible.

Reserves Policy

The Executive Committee has an obligation to safeguard the interests of its clients, the majority of whom are vulnerable adults. Therefore, we aim to keep six months' running costs in reserve in light of the risks to the County Council funding which makes up most of our income. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the expenditure. Budgeted expenditure for 2022/23 is expected to be in the region of £300,000 and therefore the target is £150,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the Executive Committee are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Whilst unrestricted funds stand at a decreased figure of £176,562 down from £191,433, a decreased designation of £37,802 has been set aside for staff redundancies. The present level of unrestricted net current assets available to the charity is £146,568. After accounting for the designated redundancy amount, this leaves £108,766 working capital for the general reserve. This falls significantly short of the target level. Although the strategy is to continue to build reserves through planned operating surpluses, the Executive Committee is well aware that it is unlikely that the target range can be reached for at least 5 years. In the short term the Executive Committee has also considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.

Risk Assessment

The Directors have examined the major strategic, business and operational risks, which the charity faces, and confirm that systems have been established to engage regular reports to be produced so that the necessary steps may be taken to lessen these risks.

Reporting Accountants

A resolution proposing that Greaves Grindle be re-appointed as reporting accountants of the charity will be put to the Annual General Meeting.

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

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

REFERENCE AND ADMINISTRATIVE DETAILS

Directors

Mr M D Burdon (Chairman)
Mr W Tarbit (Secretary)
Mr E C Peat (Treasurer)
Mrs G Thompson MBE

Manager

Mrs V Thompson

Address

Albion Terrace
Lynemouth
Morpeth
Northumberland
NE61 5SY

Company Number

5233187

Charity Number

1106526

Reporting Accountants

Greaves Grindle
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Bankers

Barclays Bank PLC
Northumbria House
Cramlington
Northumberland
NE23 6QP

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 **15 December 2022** and signed on its behalf by:

.....
M D Burdon - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LYNEMOUTH DAY CENTRE LIMITED**

Independent examiner's report to the trustees of Lynemouth Day Centre Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

Jane Harvey F.C.A.
Institute of Chartered Accountants in England and Wales
Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Date: **25 January 2023**

LYNEMOUTH DAY CENTRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		10,292	5,169	15,461	33,434
Charitable activities					
Day Centre activities		260,275	-	260,275	240,816
Other trading activities	2	14,888	-	14,888	17,007
Investment income	3	8	-	8	35
Total		<u>285,463</u>	<u>5,169</u>	<u>290,632</u>	<u>291,292</u>
EXPENDITURE ON					
Raising funds		22,199	-	22,199	22,165
Charitable activities					
Day Centre activities		278,135	17,259	295,394	235,331
Total		<u>300,334</u>	<u>17,259</u>	<u>317,593</u>	<u>257,496</u>
NET INCOME/(EXPENDITURE)		(14,871)	(12,090)	(26,961)	33,796
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>191,433</u>	<u>14,418</u>	<u>205,851</u>	<u>172,055</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>176,562</u></u>	<u><u>2,328</u></u>	<u><u>178,890</u></u>	<u><u>205,851</u></u>

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**BALANCE SHEET
31 MARCH 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	8	29,994	-	29,994	30,637
CURRENT ASSETS					
Debtors	9	34,246	-	34,246	31,703
Cash at bank and in hand		122,093	2,328	124,421	147,998
		156,339	2,328	158,667	179,701
CREDITORS					
Amounts falling due within one year	10	(9,771)	-	(9,771)	(4,487)
NET CURRENT ASSETS		146,568	2,328	148,896	175,214
TOTAL ASSETS LESS CURRENT LIABILITIES		176,562	2,328	178,890	205,851
NET ASSETS		176,562	2,328	178,890	205,851
FUNDS	11				
Unrestricted funds				176,562	191,433
Restricted funds				2,328	14,418
TOTAL FUNDS				178,890	205,851

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

BALANCE SHEET - continued
31 MARCH 2022

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 **15 December 2022** and were signed on its behalf by:

.....
M D Burdon - Trustee

.....
G Thompson - Trustee

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED

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.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Freehold property - 2% on cost

Taxation

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

Fund accounting

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

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

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

Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 11.7 Charities SORP (FRS 102). Subsequent measurement is as per paragraphs 11.17 to 11.19, Charities SORP (FRS 102).

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discount.

LYNEMOUTH DAY CENTRE LIMITED

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

2. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Raffle	145	100
External catering	14,243	15,291
Support service	500	1,616
	<u>14,888</u>	<u>17,007</u>

3. INVESTMENT INCOME

	2022	2021
	£	£
Interest receivable	8	35
	<u>8</u>	<u>35</u>

4. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Independent examiner's fees	1,980	1,680
Depreciation - owned assets	643	643
	<u>2,623</u>	<u>2,323</u>

5. 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

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

6. STAFF COSTS

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

	2022	2021
Charitable activities	10	10
Management and administration	2	2
	<u>12</u>	<u>12</u>

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

The aggregate remuneration of the management team in the year amounted to £50,601.

LYNEMOUTH DAY CENTRE LIMITED

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

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	26,046	7,388	33,434
Charitable activities			
Day Centre activities	240,816	-	240,816
Other trading activities	17,007	-	17,007
Investment income	35	-	35
Total	<u>283,904</u>	<u>7,388</u>	<u>291,292</u>
EXPENDITURE ON			
Raising funds	22,165	-	22,165
Charitable activities			
Day Centre activities	235,331	-	235,331
Total	<u>257,496</u>	<u>-</u>	<u>257,496</u>
NET INCOME	26,408	7,388	33,796
RECONCILIATION OF FUNDS			
Total funds brought forward	165,025	7,030	172,055
TOTAL FUNDS CARRIED FORWARD	<u>191,433</u>	<u>14,418</u>	<u>205,851</u>

LYNEMOUTH DAY CENTRE LIMITED

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

8. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 April 2021 and 31 March 2022	35,138
DEPRECIATION	
At 1 April 2021	4,501
Charge for year	643
At 31 March 2022	5,144
NET BOOK VALUE	
At 31 March 2022	29,994
At 31 March 2021	30,637

Included in cost or valuation of land and buildings is freehold land of £3,000 (2021 - £3,000) which is not depreciated.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other debtors	33,398	30,946
Prepayments	848	757
	34,246	31,703

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	3,932	-
Other creditors	807	-
Accrued expenses	5,032	4,487
	9,771	4,487

LYNEMOUTH DAY CENTRE LIMITED

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

11. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
Unrestricted funds				
General reserve	141,957	(14,871)	11,674	138,760
Designated redundancy fund	49,476	-	(11,674)	37,802
	<u>191,433</u>	<u>(14,871)</u>	<u>-</u>	<u>176,562</u>
Restricted funds				
Transport fund	2,388	(1,000)	-	1,388
Building refurbishment fund	12,030	(11,090)	-	940
	<u>14,418</u>	<u>(12,090)</u>	<u>-</u>	<u>2,328</u>
TOTAL FUNDS	<u>205,851</u>	<u>(26,961)</u>	<u>-</u>	<u>178,890</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	285,463	(300,334)	(14,871)
Restricted funds			
Transport fund	1,000	(2,000)	(1,000)
Building refurbishment fund	4,169	(15,259)	(11,090)
	<u>5,169</u>	<u>(17,259)</u>	<u>(12,090)</u>
TOTAL FUNDS	<u>290,632</u>	<u>(317,593)</u>	<u>(26,961)</u>

LYNEMOUTH DAY CENTRE LIMITED

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

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General reserve	125,566	26,408	(10,017)	141,957
Designated redundancy fund	39,459	-	10,017	49,476
	<u>165,025</u>	<u>26,408</u>	<u>-</u>	<u>191,433</u>
Restricted funds				
Transport fund	-	2,388	-	2,388
Building refurbishment fund	7,030	5,000	-	12,030
	<u>7,030</u>	<u>7,388</u>	<u>-</u>	<u>14,418</u>
TOTAL FUNDS	<u>172,055</u>	<u>33,796</u>	<u>-</u>	<u>205,851</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	283,904	(257,496)	26,408
Restricted funds			
Transport fund	2,388	-	2,388
Building refurbishment fund	5,000	-	5,000
	<u>7,388</u>	<u>-</u>	<u>7,388</u>
TOTAL FUNDS	<u>291,292</u>	<u>(257,496)</u>	<u>33,796</u>

LYNEMOUTH DAY CENTRE LIMITED

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

11. 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 £
Unrestricted funds				
General reserve	125,566	11,537	1,657	138,760
Designated redundancy fund	39,459	-	(1,657)	37,802
	<u>165,025</u>	<u>11,537</u>	<u>-</u>	<u>176,562</u>
Restricted funds				
Transport fund	-	1,388	-	1,388
Building refurbishment fund	7,030	(6,090)	-	940
	<u>7,030</u>	<u>(4,702)</u>	<u>-</u>	<u>2,328</u>
TOTAL FUNDS	<u>172,055</u>	<u>6,835</u>	<u>-</u>	<u>178,890</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 £	Movement in funds £
Unrestricted funds			
General reserve	569,367	(557,830)	11,537
Restricted funds			
Transport fund	3,388	(2,000)	1,388
Building refurbishment fund	9,169	(15,259)	(6,090)
	<u>12,557</u>	<u>(17,259)</u>	<u>(4,702)</u>
TOTAL FUNDS	<u>581,924</u>	<u>(575,089)</u>	<u>6,835</u>

LYNEMOUTH DAY CENTRE LIMITED

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

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets	Current	Current	Total	Total
	£	assets	liabilities	2022	2021
		£	£	£	£
Unrestricted funds					
General reserve	29,994	118,537	(9,771)	138,760	141,957
Designated funds					
Designated redundancy fund	-	37,802	-	37,802	49,476
Total unrestricted funds	<u>29,994</u>	<u>156,339</u>	<u>(9,771)</u>	<u>176,562</u>	<u>191,433</u>
 Restricted funds					
Transport fund	-	1,388	-	1,388	2,388
Building refurbishment fund	-	940	-	940	12,030
Total restricted funds	<u>-</u>	<u>2,328</u>	<u>-</u>	<u>2,328</u>	<u>14,418</u>
 Total funds	<u><u>29,994</u></u>	<u><u>158,667</u></u>	<u><u>(9,771)</u></u>	<u><u>178,890</u></u>	<u><u>205,851</u></u>

LYNEMOUTH DAY CENTRE LTD

England & Wales - Charity number 1106526

Accounts

REGISTERED COMPANY NUMBER: 05233187 (England and Wales)
REGISTERED CHARITY NUMBER: 1106526

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021
FOR
LYNEMOUTH DAY CENTRE LIMITED

Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

LYNEMOUTH DAY CENTRE LIMITED
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FOR THE YEAR ENDED 31 MARCH 2021

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LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**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).

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution & Objects

Lynemouth Day Centre Limited began trading on 1st April 2006, is registered at Companies House No: 5233187, and is registered with the Charities Commission No: 1106526.

The objects of the charity are to promote the relief of the elderly by providing, maintaining and managing a Day Centre in Lynemouth for the purpose of providing facilities for recreation and other leisure time occupations and other lawful charitable purposes in the interest of social welfare with the object of improving their conditions of life.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objects and in planning future activities.

Organisation

The Directors form the Executive Committee which meets regularly. The day-to-day management decisions are made by the Day Centre Manager with input from the Chairman as necessary. All decisions are ratified by the committee at the following executive meeting, and/ or by email correspondence. The Directors are elected or re-appointed each year by the members of Lynemouth Day Centre at the AGM.

This report includes the Covid-19 lockdown period which was clearly an exceptional event. The Directors made all possible plans to mitigate the impact of the pandemic and continued to communicate via electronic means.

Appointment Of New Trustees

New trustees are voted on at the AGM. However, in accordance with the Articles of Association, the trustees may appoint a person who is willing to act as a trustee either to fill a vacancy or as an additional trustee provided that the appointment does not cause the number of trustees to exceed the number fixed by or in accordance with the articles as the maximum number of trustees.

A trustee so appointed shall hold office only until the next following Annual General Meeting.

Activities

Due to the national restrictions introduced in response to the Covid-19 pandemic, the activities of the Day Centre have been forced to evolve quickly to meet the needs of our vulnerable client group. Despite the Centre being closed for a period, the services offered to clients continued to be provided remotely. The welfare of clients and staff members has been the top priority. Various adaptations have been made to the building to ensure a Covid-safe environment and on-site services were able to resume cautiously when government guidelines allowed.

Plans For Future Periods

Providing high quality services in a safe environment is a key priority for the Directors and management. A refurbishment plan for the building is in place and work is being conducted in a phased manner; grant funding is being sought for each of these phases. The building is being utilised by the wider community, such as hosting the local library.

The long-term consequences of the Covid-19 pandemic is yet unknown; it has brought about major challenges to the care sector. The Directors continue to monitor developments closely and liaise with the County Council. Measures have been put in place to adapt the service to meet the needs of our clients and to monitor their welfare.

To help reduce the impact of isolation, plans were quickly developed to support, as far as possible, existing clients in their own homes. It is our intention to serve the wider community; meals and other support has been provided throughout the pandemic.

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

Finance

The financial statements are attached to this report.

Social Services funding continues to support the running of the Day Centre. The previous "block contract" with the County Council finished at the end of March 2019 and has been replaced by a daily rate charge for booked places and a further rate charge for lunch and transport provided. Since the year end, a total of £30,804 in grant funding has been received towards building refurbishment, transport running costs and a specific dementia project. The Executive Committee is mindful of the risks associated with social care funding. The Day Centre management is investigating diversification, and alternative funding sources, to mitigate these risks. The Directors wish to thank the members who through their own efforts raise significant funds amongst themselves for the centre.

A thorough financial risk assessment has been conducted to adapt to the operational challenges caused by the pandemic.

Staff

We are privileged to be served by staff who are dedicated to their work, caring for our members and offering the highest standards of service. The management team consists of Vikki Thompson and Lynsey Ditchburn. Training has continued with staff members undertaking various qualifications. Placements are often provided for young people from a number of external education establishments, when possible.

The Directors are committed to supporting the staff through the pandemic.

Reserves Policy

The Executive Committee has an obligation to safeguard the interests of its clients, the majority of whom are vulnerable adults. Therefore, we aim to keep six months' running costs in reserve in light of the risks to the County Council funding which makes up most of our income. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be 6 months of the expenditure. Budgeted expenditure for 2021/22 is expected to be in the region of £300,000 and therefore the target is £150,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the Executive Committee are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Whilst unrestricted funds stand at an increased figure of £191,433 up from £165,025, an increased designation of £49,476 has been set aside for staff redundancies. The present level of unrestricted net current assets available to the charity is £160,796. After accounting for the designated redundancy amount, this leaves £111,320 working capital for the general reserve. This falls significantly short of the target level. Although the strategy is to continue to build reserves through planned operating surpluses, the Executive Committee is well aware that it is unlikely that the target range can be reached for at least 5 years. In the short term the Executive Committee has also considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.

Risk Assessment

The Directors have examined the major strategic, business and operational risks, which the charity faces, and confirm that systems have been established to engage regular reports to be produced so that the necessary steps may be taken to lessen these risks.

Reporting Accountants

A resolution proposing that Greaves Grindle be re-appointed as reporting accountants of the charity will be put to the Annual General Meeting.

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

REFERENCE AND ADMINISTRATIVE DETAILS

Directors

Mr M D Burdon (Chairman)
Mr W Tarbit (Secretary)
Mr E C Peat (Treasurer)
Mrs G Thompson MBE
Mr J Tubby
Mr T Maloney

Manager

Mrs V Thompson

Address

Albion Terrace
Lynemouth
Morpeth
Northumberland
NE61 5SY

Company Number

5233187

Charity Number

1106526

Reporting Accountants

Greaves Grindle
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Bankers

Barclays Bank PLC
Northumbria House
Cramlington
Northumberland
NE23 6QP

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 13 January 2022 and signed on its behalf by:

M D Burdon - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF LYNEMOUTH DAY CENTRE LIMITED

Independent examiner's report to the trustees of Lynemouth Day Centre Limited ('the Company')

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

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

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

Jane Harvey F.C.A.
Institute of Chartered Accountants in England and Wales
Greaves Grindle
Chartered Accountants
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

28 March 2022

LYNEMOUTH DAY CENTRE LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
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		26,046	7,388	33,434	34,076
Charitable activities					
Day Centre activities		240,816	-	240,816	261,416
Other trading activities	2	17,007	-	17,007	31,015
Investment income	3	35	-	35	156
Total		283,904	7,388	291,292	326,663
EXPENDITURE ON					
Raising funds		22,165	-	22,165	27,203
Charitable activities					
Day Centre activities		235,331	-	235,331	282,349
Total		257,496	-	257,496	309,552
NET INCOME		26,408	7,388	33,796	17,111
RECONCILIATION OF FUNDS					
Total funds brought forward		165,025	7,030	172,055	154,944
TOTAL FUNDS CARRIED FORWARD		191,433	14,418	205,851	172,055

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

**BALANCE SHEET
31 MARCH 2021**

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	8	30,637	-	30,637	31,280
CURRENT ASSETS					
Debtors	9	31,703	-	31,703	26,460
Cash at bank and in hand		133,580	14,418	147,998	119,075
		165,283	14,418	179,701	145,535
CREDITORS					
Amounts falling due within one year	10	(4,487)	-	(4,487)	(4,760)
NET CURRENT ASSETS		160,796	14,418	175,214	140,775
TOTAL ASSETS LESS CURRENT LIABILITIES		191,433	14,418	205,851	172,055
NET ASSETS		191,433	14,418	205,851	172,055
FUNDS	11				
Unrestricted funds				191,433	165,025
Restricted funds				14,418	7,030
TOTAL FUNDS				205,851	172,055

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

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

The trustees acknowledge their responsibilities for

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

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED (REGISTERED NUMBER: 05233187)

BALANCE SHEET - continued
31 MARCH 2021

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 January 2022 and were signed on its behalf by:

M D Burdon - Trustee

G Thompson - Trustee

The notes form part of these financial statements

LYNEMOUTH DAY CENTRE LIMITED

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.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Freehold property - 2% on cost

Taxation

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

Fund accounting

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

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

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

Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 11.7 Charities SORP (FRS 102). Subsequent measurement is as per paragraphs 11.17 to 11.19, Charities SORP (FRS 102).

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discount.

LYNEMOUTH DAY CENTRE LIMITED

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

2. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Raffle	100	6,919
External catering	15,291	14,347
Support service	1,616	9,749
	<u>17,007</u>	<u>31,015</u>

3. INVESTMENT INCOME

	2021	2020
	£	£
Interest receivable	<u>35</u>	<u>156</u>

4. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Independent examiner's fees	1,680	1,718
Depreciation - owned assets	<u>643</u>	<u>643</u>

5. 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

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

6. STAFF COSTS

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

	2021	2020
Charitable activities	10	12
Management and administration	<u>2</u>	<u>2</u>
	<u>12</u>	<u>14</u>

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

The aggregate remuneration of the management team in the year amounted to £45,573.

LYNEMOUTH DAY CENTRE LIMITED

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

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	272	33,804	34,076
Charitable activities			
Day Centre activities	261,416	-	261,416
Other trading activities	31,015	-	31,015
Investment income	156	-	156
Total	292,859	33,804	326,663
EXPENDITURE ON			
Raising funds	24,353	2,850	27,203
Charitable activities			
Day Centre activities	257,925	24,424	282,349
Total	282,278	27,274	309,552
NET INCOME	10,581	6,530	17,111
RECONCILIATION OF FUNDS			
Total funds brought forward	154,444	500	154,944
TOTAL FUNDS CARRIED FORWARD	165,025	7,030	172,055

LYNEMOUTH DAY CENTRE LIMITED

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

8. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 April 2020 and 31 March 2021	35,138
DEPRECIATION	
At 1 April 2020	3,858
Charge for year	643
At 31 March 2021	4,501
NET BOOK VALUE	
At 31 March 2021	30,637
At 31 March 2020	31,280

Included in cost or valuation of land and buildings is freehold land of £3,000 (2020 - £3,000) which is not depreciated.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Other debtors	30,946	25,763
Prepayments	757	697
	31,703	26,460

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Accrued expenses	4,487	4,760

LYNEMOUTH DAY CENTRE LIMITED

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

11. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General reserve	125,566	26,408	(10,017)	141,957
Designated redundancy fund	39,459	-	10,017	49,476
	<u>165,025</u>	<u>26,408</u>	<u>-</u>	<u>191,433</u>
Restricted funds				
Transport fund	-	2,388	-	2,388
Building refurbishment fund	7,030	5,000	-	12,030
	<u>7,030</u>	<u>7,388</u>	<u>-</u>	<u>14,418</u>
TOTAL FUNDS	<u>172,055</u>	<u>33,796</u>	<u>-</u>	<u>205,851</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	283,904	(257,496)	26,408
Restricted funds			
Transport fund	2,388	-	2,388
Building refurbishment fund	5,000	-	5,000
	<u>7,388</u>	<u>-</u>	<u>7,388</u>
TOTAL FUNDS	<u>291,292</u>	<u>(257,496)</u>	<u>33,796</u>

LYNEMOUTH DAY CENTRE LIMITED

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

11. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
Unrestricted funds				
General reserve	114,409	10,581	576	125,566
Designated redundancy fund	40,035	-	(576)	39,459
	<u>154,444</u>	<u>10,581</u>	<u>-</u>	<u>165,025</u>
Restricted funds				
Exhibition, art and nostalgia projects fund	500	(500)	-	-
Building refurbishment fund	-	7,030	-	7,030
	<u>500</u>	<u>6,530</u>	<u>-</u>	<u>7,030</u>
TOTAL FUNDS	<u>154,944</u>	<u>17,111</u>	<u>-</u>	<u>172,055</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General reserve	292,859	(282,278)	10,581
Restricted funds			
Exhibition, art and nostalgia projects fund	2,350	(2,850)	(500)
Transport fund	15,000	(15,000)	-
Building refurbishment fund	16,454	(9,424)	7,030
	<u>33,804</u>	<u>(27,274)</u>	<u>6,530</u>
TOTAL FUNDS	<u>326,663</u>	<u>(309,552)</u>	<u>17,111</u>

LYNEMOUTH DAY CENTRE LIMITED

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

11. 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 reserve	114,409	36,989	(9,441)	141,957
Designated redundancy fund	40,035	-	9,441	49,476
	<u>154,444</u>	<u>36,989</u>	<u>-</u>	<u>191,433</u>
Restricted funds				
Exhibition, art and nostalgia projects fund	500	(500)	-	-
Transport fund	-	2,388	-	2,388
Building refurbishment fund	-	12,030	-	12,030
	<u>500</u>	<u>13,918</u>	<u>-</u>	<u>14,418</u>
TOTAL FUNDS	<u>154,944</u>	<u>50,907</u>	<u>-</u>	<u>205,851</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 £	Movement in funds £
Unrestricted funds			
General reserve	576,763	(539,774)	36,989
Restricted funds			
Exhibition, art and nostalgia projects fund	2,350	(2,850)	(500)
Transport fund	17,388	(15,000)	2,388
Building refurbishment fund	21,454	(9,424)	12,030
	<u>41,192</u>	<u>(27,274)</u>	<u>13,918</u>
TOTAL FUNDS	<u>617,955</u>	<u>(567,048)</u>	<u>50,907</u>

LYNEMOUTH DAY CENTRE LIMITED

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

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021.

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets	Current	Current	Total	Total
	£	assets	liabilities	2021	2020
		£	£	£	£
Unrestricted funds					
General reserve	30,637	115,807	(4,487)	141,957	125,566
Designated funds					
Designated redundancy fund	-	49,476	-	49,476	39,459
Total unrestricted funds	<u>30,637</u>	<u>165,283</u>	<u>(4,487)</u>	<u>191,433</u>	<u>165,025</u>
 Restricted funds					
Transport fund	-	2,388	-	2,388	-
Building refurbishment fund	-	12,030	-	12,030	7,030
Total restricted funds	<u>-</u>	<u>14,418</u>	<u>-</u>	<u>14,418</u>	<u>7,030</u>
 Total funds	<u><u>30,637</u></u>	<u><u>179,701</u></u>	<u><u>(4,487)</u></u>	<u><u>205,851</u></u>	<u><u>172,055</u></u>