

Shotton Partnership 2000 Ltd
Financial Statements
For the Year Ending
31 December 2021

JANE ASCROFT ACCOUNTANCY LIMITED

Chartered Accountants
Enterprise House
Harmire Enterprise Park
Barnard Castle
County Durham
DL12 8XT

Shotton Partnership 2000 Ltd

Financial Statements

Year Ended 31 December 2021

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Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 December 2021.

Objectives and Activities

The objects of Shotton Partnership 2000 Limited are for the benefit of the community in Shotton, County Durham, to promote education and vocational training; create job opportunities; provide recreation and leisure facilities; improve the environment; promote public safety and reduce crime; and provide other services and facilities for community benefit as the charity sees fit.

Achievements and Performance

Once again the Partnership faced challenging times as 2021 started the same way as 2020 ended with the country still in lock down. Shotton Community Hub continued to deliver the vital services our community needed.

This working restriction did not stop the Partnership from exploring new opportunities, as well as delivering our funding and contract commitment in a variety of different ways to ensure we complied with Covid-19 regulations.

The Partnership hasn't missed any financial opportunities, resulting in us being successful in securing grants from new financial programmes and SLAs, as well government grants to cover the decrease in our generated income.

Our resilience was tested once again in November when Storm Arwen hit, which left many households with power, some for over a week. Once again we were there to support the residents, who needed vital support.

Shotton Community Hub

There was no good news at the beginning of the New Year with the announcement on 6th January that the country was going into the third lockdown. In February the road map to recovery was published, however, restrictions continued as new variants of the virus saw spikes in cases. Over this period the Hub continued to deliver services and support our community. Many of our planned events had to be delayed once again and this, unfortunately, included the official Launch of the Hub.

As the restrictions were lifted, the Partnership reopened the Hub doors to welcome back groups and deliver our services.

To make Shotton Community Hub more Covid manageable, we made several improvements to both the interior and exterior of the building. We extended and landscaped the outside area to make the building more secure and to open up more opportunities for Hub users. The work included new fencing; paving; cycle bays; cutting back trees; raised beds and outdoor furniture.

Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

In the Café area we replaced the windows with bi-fold doors, which now open up onto a large patio area which has increased the size of the Café. We also changed the windows in the two multi-purpose rooms to bi-fold doors, which has extended the size of the rooms enabling us to increase the number of users.

Unlike many other venues, our users were not afraid to enter the Hub; our numbers increased week on week and now, we are busier than pre-pandemic.

The total number of people using the Hub in 2021 was 1,331 comprising 385 men, 562 women, 160 boys and 224 girls. The Hub was attended for many reasons including group activities; training; I.T. support; welfare support; events; workshops; café; meetings and children's activities. The average monthly footfall was 677. This, however, does not include the holiday periods' fun and food programmes, which are monitored separately.

The Hub has become an integral part of the village and is seen as the place to go to access services, seek information and get support as and when needed.

The Partnership is recognised as an organisation that can deliver and the Hub is the delivery base.

I.T. Suite

The I.T. Suite's main services are education and training; job search; accredited qualifications and access to the internet.

At the beginning of the year the I.T. Suite continued to operate on an appointment based system, however, as restrictions were lifted we restarted the drop in sessions. In 2021 we supported 9 learners to gain Level 1 qualifications and 7 to achieve Level 2 qualifications as well as assisting 4 people into employment. We had 230 unique learners with a footfall of 1238. This year the Suite gave 68 people HMRC support and it was also a support venue for the 2021 Census.

Over the year, the I.T. Suite was funded by Good Things Foundation, Coalfields Regeneration Trust and County Durham Community Foundation's ESF Programme as well as several East Durham Community Trust projects.

Mothers & Toddlers

The weekly sessions are held every Wednesday and allow young children to have fun with others their own age while mothers/carers can chat to friends. Since the sessions have restarted the numbers have increased steadily and the children love the introduction of the sing-alongs. The project is funded by the Co-op Good Causes.

CREE Project

The CREE project provides somewhere for men and women to socialise and, if needed, access support for problems they may be facing which could be affecting their mental health.

This year the sessions have restarted and, although numbers are lower than before the pandemic, we have new people attending.

We received extra uplift funding to give our attendees treats such as going for a meal, going to a pantomime, high teas and bowling.

The Men's and Women's CREES are funded by Durham County Council's Public Health Service.

Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

Holiday Activities (AAP)

Throughout the year we held Fun & Food activities during all school holidays. All activities included free lunch packs for children and a choice of art & craft packs. They could also take food from the donation table.

February: We provided 4 days of distance delivery, engaging with 110 children and 67 adults and distributing 182 meals.

May: One week of delivery, engaging 141 children and 52 adults, distributing 371 packed lunches, 111 meals as well as food hampers to 5 families

Summer: A six week programme of delivery included 3 garden parties, trips to Beamish Open Air Museum and to the seaside at South Shields as well as an end of summer Fun Day with bouncy castle, disco games, mascot and every child receiving a bag of sweets.

Over the six weeks we engaged 371 unique children and 83 adults; distributed 1,324 lunch packs; 191 meals, 5 hampers and 40 veggie boxes.

October: Provided 3 days pick up/delivery of art & craft packs and lunch boxes; 2 spooky story sessions; 1 pumpkin carving session and a Spooky Trail on Halloween night when we handed out hot chocolate and glow sticks. We engaged 130 children and 56 adults, distributing 151 packed lunches and 14 meals.

December: The Christmas Party was attended by 102 children and 40 adults and we distributed 158 packed lunches. The children enjoyed the entertainment, took part in the games and visited Santa in his Grotto. All the children who attended received a lunch box; selection box; goody bag containing colouring book, sweets, art & crafts and pop-it toy.

We received funding to take 23 children to a Pantomime at the Gala Theatre in Durham, with each child receiving a lunch box and a selection box.

All of these events/activities were funded by Durham County Council's Fun & Food and East Durham AAP.

Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

Youth Engagement

The Youth Clubs have recommenced on Monday and Tuesday evenings and we started a Mini Chef session in November. This popular project teaches young people basic cookery skills and has already engaged 16 youngsters with a footfall of 57. The project is worked in partnership with the Police. We are also working with StreetGames on an outreach youth project. County Durham Community Foundation's Safety Fund and the AAP provided the finance for these sessions.

Virgin Money

A grant of £50,000 to be used towards core costs of our services was secured from Virgin Money. The funding started in January 2020 and ended in December 2021 and consisted of £30,000 for year one and £20,000 for year two. This funding has given the Partnership some breathing space to concentrate on service delivery rather than thinking about finance. The Virgin network meetings have been a great support to the Partnership's understanding of other organisation's service delivery as well as new developments and opportunities.

Bright Ideas

To explore different ways to develop the Hub Café business and increase income, we organised several events over the year. These events were for us to establish what people would like us to offer; different ways to set up room; showcase the outside area; a range of food options and the sale of alcoholic drinks. These events included a Wedding; a Christening; an ABBA tribute band; Mini Durham Big Meeting; Hog Roast; Jazz Brass Band and several other musical groups.

The project was funded by Locality's Bright Ideas Phase 2 programme and the information gleaned from the project helped to increase the income for the Hub Café.

Time to Shine

To improve our communication and publicity of the Partnership's services we were successful in receiving Time to Shine funding. The grant was to employ a Time to Shine Leader and give this employee the opportunity to use their expertise to raise the Partnership's profile while benefitting from 'hands on' working experience.

This project was funded by The Rank Foundation.

Co-op Outside Space

The Partnership became one of the Good Causes for the Co-op's Community Fund and the money will be used to clean up the outside area of the Partnerships building.

Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

East Durham Community Trust

As a member of EDCT, the Partnership has been able to work with the Trust on many different projects. This has been of financial benefit to the Partnership and we have proved to the Trust that we can deliver a wide range of quality services.

- **SPIED (Stop Poverty in East Durham)**

This project has three different angles:

- Help with benefit checks and support
- Debt advice
- Holiday activities with food

During 2021 we identified several people in the community who had not been claiming their full entitlements or who had been paying for services they could have free of charge.

- **Welfare Champions / Housing Solutions**

These projects are the next steps from Debt First Aiders and Keyboard Champions - projects which were set up to address the needs of people who have or could be affected by welfare reforms. Members of Staff/Board and Volunteers help people who need assistance in completing forms; give information on how to save money; identify unclaimed benefits and give support in many other areas. Over the past year we have been a critical friend to many people in their hour of need and helped put much needed money back into their pockets.

- **'Let's Create' Culture Hubs**

EDCT's 'Let's Create' project allows members of the community to have easy access to the arts, through 'Go and See' visits, holding large scale shows which we would not normally be able to afford. Due to Covid-19, the priorities changed and the funding was used to set up family sessions and peer groups.

Part of the project involved workshops to create a piece of art work which is displayed in the Hub grounds.

The Hub held three summer garden parties for the Trust; these events included food, art & crafts and exercise sessions.

Community Support

Shotton Community Hub became the base for Covid-19 community support and the Partnership employed a Covid Response Co-ordinator to oversee the delivery of the service. As the pandemic restrictions were lifted we continued to support the community in emergencies such as Storm Arwen.

The support from January to March included:

- Delivering 271 free meals to vulnerable people in the village (funded by CDCF)
- Organising 95 food parcels from East Durham Community Trust for disadvantaged people
- Setting up a table with donated food for people to help themselves
- Securing funding to hold exercise sessions four times a week including Toddlers' Sing-along; Adult Tap Dancing; Fit Steps and Keep Fit through Sports England.

To support groups and organisations that were struggling financially because of a fall in numbers or being unable to hold sessions, we secured funds on their behalf. Groups supported were Comrades Club Football Team, Coffee Morning and three local Buffalo Lodges.

Storm Arwen caused many houses in the village to be without power for over a week. We welcomed people to the Hub for hot drinks, food and to charge their phones and other devices. We delivered free meals to affected houses and liaised with local authorities to keep them informed of the situation.

These intervention measures were funded by The Lottery; County Durham Community Foundation Poverty Grant; East Durham AAP; Business Grant; as well as donations from the community.

Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

Hub Café

At the beginning of the year the Café continued to support our Covid-19 intervention measures. When the groups returned to the Hub, the Café reopened to the public and provided food for our Holiday Fun & Food provision as well as for events and party bookings. It has also had several buffet bookings.

Partnership Office

The Partnership Office continues to be rented by a Chiropodist business, which has been based there for over eight years. As well as providing a service to the community, it keeps the building in use and the income helps support our projects. This year because of fly tipping we had to use over £2,000 of our own funds to clean the area behind the premises.

Parish Rooms

The Partnership continues to lease the Parish Rooms from the Parish Council and sub-lets to three groups who use the premises on a weekly basis. Due to the restrictions, their sessions only restarted at the end of the year.

Community Festival

This year saw the return of the annual Festival which was very well received by the village with over 500 people attending throughout the day. Attractions included a fairground; children's entertainer; disco; party games; animal zoo; rock band and arts & craft. For the first time at this event we sold alcohol for the last 2 hours which increased the amount of money raised on the day.

The cost of the event is covered by the Parish Council, Co-op Good Causes; local businesses and fundraising throughout the year.

Summary

This report is a snapshot of the accomplishments of Shotton Partnership over a 12 month period, highlighting how working in partnership with others and having a wide network of organisations which value our services gives the Partnership an extensive mechanism of support when needed.

In 2021 the Partnership's generated income started to increase, however, we still needed grants to support Covid-19 interventions as well as government support grants. Shotton Parish Council also provides financial support for the general costs of the Hub. Shotton Partnership attracted just under £198,000 of grants, SLAs and generated income. The funding is used towards improving the Hub such as the installation of bi-folding doors and work on the outside area, delivering services and activities in in our community and the employment of seven local people.

Every year seems to be busier than the last and I'm sure that 2022 will prove to be more industrious than ever. As a 'can do' organisation, the Partnership will take everything in its stride and work together to continue the good work.

Financial Review

The Trustees attempt to maintain "free" reserves of between three and six months core running costs. At 31st December 2021 this requirement is calculated to be between £25,000 (3 months expenditure) and £50,000 (6 months expenditure). As of the 31st December 2021 the reserves totalled £39,695.

Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

Plans for 2022

Our priority for 2022 is to continue service delivery of our current services and activities, secure funding for a small outside play area and create a kitchen garden.

The Partnership will work towards increasing our network of organisations to ensure that we do not lose out on any possible opportunity that could be of benefit to the village of Shotton.

Finally, I would like to add that, over the past 24 years, Shotton Partnership has come a long way and has contributed a great deal to improving the quality of life for the residents of Shotton and I say a big 'thank you' to everyone involved in all of our projects for their hard work, particularly our Board of Trustees and volunteers for their time and commitment and without whom there would be no Shotton Partnership.

Structure, Governance and Management

Shotton Partnership 2000 Limited is a registered charity (charity number 1114785) and a limited company (company number 04129701). It was incorporated on 22 December 2000 and was registered as a charity on 22 June 2006. It is governed by its Memorandum and Articles of Association.

Trustees are recruited from the local community and are nominated and elected at the charity's AGM. All Trustees give their time voluntarily and receive no benefit from the charity. No expenses were reclaimed from the charity during the year.

Public Benefit

Our main activities and who we help are described elsewhere in this report. All our charitable activities are undertaken to further our charitable purposes for the public benefit. The Trustees have had regard to the Charity Commission's guidance on public benefit throughout the year when deciding on the activities of the charity.

Shotton Partnership 2000 Ltd

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

Year Ended 31 December 2021

Reference and Administrative Details

Registered charity name Shotton Partnership 2000 Ltd
Charity registration number 1114785
Company registration number 04129701
Principal office and registered office
Community Hub
Bridge Road
Shotton Colliery
County Durham
DH6 2PQ

The Trustees

J J Briggs (Secretary)
D Brooks
J Brooks
A Hepworth (Chair)
B A Nelson (Treasurer)
D Rowell
R Hardy
A Thornton

Company Secretary J J Briggs

Independent Examiner Jane Ascroft FCA MA (Cantab)
Enterprise House
Harmire Enterprise Park
Barnard Castle
County Durham
DL12 8XT

Small Company Provisions

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

The trustees' annual report was approved on 11-07-22 and signed on behalf of the board of trustees by:



J J Briggs
Charity Secretary

Shotton Partnership 2000 Ltd

Independent Examiner's Report to the Trustees of Shotton Partnership 2000 Ltd

Year Ended 31 December 2021

I report to the trustees on my examination of the financial statements of Shotton Partnership 2000 Ltd ('the charity') for the year ended 31 December 2021.

Responsibilities and Basis of Report

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

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

Independent Examiner's Statement

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

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

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 Ascroft FCA MA (Cantab)
Independent Examiner

Enterprise House
Harmire Enterprise Park
Barnard Castle
County Durham
DL12 8XT

Shotton Partnership 2000 Ltd

Statement of Financial Activities (including income and expenditure account)

Year Ended 31 December 2021

| | | | 2021 | | 2020 |
|--------------------------------------|------|-------------------------|-----------------------|------------------|------------------|
| | Note | Unrestricted funds £ | Restricted funds £ | Total funds £ | Total funds £ |
| Income and endowments | | | | | |
| Donations and legacies | 5 | 1,472 | 107,156 | 108,628 | 25,591 |
| Charitable activities | 6 | 25,739 | 67,089 | 92,828 | 129,400 |
| Investment income | 7 | 11 | — | 11 | 363 |
| Other income | 8 | — | — | — | 11,400 |
| Total income | | <u>27,222</u> | <u>174,245</u> | <u>201,467</u> | <u>166,754</u> |
| Expenditure | | | | | |
| Expenditure on charitable activities | 9,10 | <u>28,011</u> | <u>172,155</u> | <u>200,166</u> | <u>127,429</u> |
| Total expenditure | | <u>28,011</u> | <u>172,155</u> | <u>200,166</u> | <u>127,429</u> |
| Net income | | <u>(789)</u> | <u>2,090</u> | <u>1,301</u> | <u>39,325</u> |
| Transfers between funds | | 18,825 | (18,825) | — | — |
| Net movement in funds | | <u>18,036</u> | <u>(16,735)</u> | <u>1,301</u> | <u>39,325</u> |
| Reconciliation of funds | | | | | |
| Total funds brought forward | | 130,626 | 197,960 | 328,586 | 289,261 |
| Total funds carried forward | | <u>148,662</u> | <u>181,225</u> | <u>329,887</u> | <u>328,586</u> |

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

The notes on pages 12 to 22 form part of these financial statements.

Shotton Partnership 2000 Ltd

Statement of Financial Position

31 December 2021

| | Note | 2021 £ | 2020 £ |
|---|------|----------------|----------------|
| Fixed Assets | | | |
| Tangible fixed assets | 16 | 37,701 | 33,656 |
| Current Assets | | | |
| Debtors | 17 | 3,297 | 11,240 |
| Cash at bank and in hand | | <u>293,465</u> | <u>284,185</u> |
| | | 296,762 | 295,425 |
| Creditors: amounts falling due within one year | 18 | <u>4,576</u> | <u>495</u> |
| Net Current Assets | | <u>292,186</u> | <u>294,930</u> |
| Total Assets Less Current Liabilities | | <u>329,887</u> | <u>328,586</u> |
| Net Assets | | <u>329,887</u> | <u>328,586</u> |
| Funds of the Charity | | | |
| Restricted funds | | 181,225 | 197,960 |
| Unrestricted funds | | <u>148,662</u> | <u>130,626</u> |
| Total charity funds | 19 | <u>329,887</u> | <u>328,586</u> |

For the year ending 31 December 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

These financial statements were approved by the board of trustees and authorised for issue on ~~11-07-22~~ and are signed on behalf of the board by:

B A Nelson

B A Nelson (Treasurer)
Trustee

A Hepworth

A Hepworth (Chair)
Trustee

The notes on pages 12 to 22 form part of these financial statements.

Shotton Partnership 2000 Ltd

Notes to the Financial Statements

Year Ended 31 December 2021

1. General Information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Community Hub, Bridge Road, Shotton Colliery, County Durham, DH6 2PQ.

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of Preparation

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

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

The entity is a Public Benefit Entity.

Going Concern

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

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The trustees consider that there are no significant estimates or judgements affecting these financial statements.

Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the purposes of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market values.

Designated funds are unrestricted funds earmarked by the trustees for specific purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

Shotton Partnership 2000 Ltd

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2021

3. Accounting Policies *(continued)*

Income

All income is included in the statement of financial activities when the charity is entitled to the income, any performance related conditions attached have been met or are fully within the control of the charity, the income is considered probable and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacy income is received by way of donations, legacies, grants and gifts and is included in full in the Statement of Financial Activities when receivable. Where legacies have been notified to the charity but the criteria for income recognition have not been met, the legacy is treated as a contingent asset and disclosed if material. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity, being the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market.

Investment income is included when receivable.

Income from charitable trading activity is accounted for when earned.

Income from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of raising funds comprise the costs associated with attracting donations, grants and legacies and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

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

Tangible Assets

Fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £500 are not capitalised.

Shotton Partnership 2000 Ltd

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2021

3. Accounting Policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

| | |
|------------------|------------------------|
| Office Equipment | - 25% reducing balance |
| IT Equipment | - 20% reducing balance |

Freehold property is not depreciated as the trustees consider that the property is maintained to such a degree that any depreciation will be immaterial.

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Accrued income and tax recoverable is included at the best estimate of the amounts receivable at the balance sheet date.

Cash at Bank and in Hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Shotton Partnership 2000 Ltd

Notes to the Financial Statements (continued)

Year Ended 31 December 2021

3. Accounting Policies (continued)

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

Taxation

The company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

4. Limited by Guarantee

The company is limited by guarantee. At 31st December 2021 there were 8 members each of whom had undertaken to contribute an amount not exceeding £1 in the event of a winding up.

5. Donations and Legacies

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|-----------------------------|----------------------------|--------------------------|--------------------------|
| Donations | | | |
| Donations | 1,122 | 2,056 | 3,178 |
| Grants | | | |
| Building development grants | — | 56,838 | 56,838 |
| ESF3 | — | 1,961 | 1,961 |
| Lottery | — | 9,140 | 9,140 |
| Neighbourhood Grant | — | 999 | 999 |
| The Rank Foundation | — | 20,778 | 20,778 |
| UK Online | — | 15,384 | 15,384 |
| Partnership Core | 350 | — | 350 |
| | <u>1,472</u> | <u>107,156</u> | <u>108,628</u> |

Shotton Partnership 2000 Ltd

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2021

5. Donations and Legacies *(continued)*

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
|------------------------|----------------------------|--------------------------|--------------------------|
| Donations | | | |
| Donations | 22 | 4,569 | 4,591 |
| Grants | | | |
| Shotton Parish Council | 1,000 | — | 1,000 |
| Virgin Money | — | 20,000 | 20,000 |
| | <u>1,022</u> | <u>24,569</u> | <u>25,591</u> |

6. Charitable Activities

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|---|----------------------------|--------------------------|--------------------------|
| Cafe sales | 16,788 | 1,000 | 17,788 |
| Income from youth services | — | 3,109 | 3,109 |
| Community Centre Core | 1,005 | — | 1,005 |
| East Durham Community Trust | — | 13,463 | 13,463 |
| Group Savings | — | 3,109 | 3,109 |
| Community Business Renewal | — | 15,000 | 15,000 |
| Durham County Council - Cree | — | 9,000 | 9,000 |
| Room hire income | 6,867 | 1,900 | 8,767 |
| IT Centre | 311 | — | 311 |
| Neighbourhood grant | — | 17,388 | 17,388 |
| ESF3 - Sport | — | 3,120 | 3,120 |
| Other income from charitable activities | 768 | — | 768 |
| | <u>25,739</u> | <u>67,089</u> | <u>92,828</u> |

Shotton Partnership 2000 Ltd

Notes to the Financial Statements (continued)

Year Ended 31 December 2021

6. Charitable Activities (continued)

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
|---|----------------------------|--------------------------|--------------------------|
| Cafe sales | 7,412 | 11,646 | 19,058 |
| Income from youth services | — | 1,389 | 1,389 |
| Coalfields Regeneration trust | — | 9,452 | 9,452 |
| Building development grants | — | 9,066 | 9,066 |
| East Durham Community Trust | — | 8,480 | 8,480 |
| Groundwork - Bright Ideas | — | 14,520 | 14,520 |
| Group Savings | — | 1,005 | 1,005 |
| County Durham Community Foundation | — | 11,368 | 11,368 |
| UK Online | — | 8,667 | 8,667 |
| Durham County Council - Cree | — | 6,000 | 6,000 |
| Room hire income | 9,697 | 120 | 9,817 |
| IT Centre | 796 | — | 796 |
| Neighbourhood grant | — | 22,900 | 22,900 |
| Other income from charitable activities | (218) | 7,100 | 6,882 |
| | <u>17,687</u> | <u>111,713</u> | <u>129,400</u> |

7. Investment Income

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|--------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Bank interest receivable | <u>11</u> | <u>11</u> | <u>363</u> | <u>363</u> |

8. Other Income

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|------------------|----------------------------|--------------------------|--------------------------|
| Covid 19 support | <u>—</u> | <u>—</u> | <u>—</u> |

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
|------------------|----------------------------|--------------------------|--------------------------|
| Covid 19 support | <u>10,400</u> | <u>1,000</u> | <u>11,400</u> |

Shotton Partnership 2000 Ltd

Notes to the Financial Statements (continued)

Year Ended 31 December 2021

9. Expenditure on Charitable Activities by Fund Type

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|--|----------------------------|--------------------------|--------------------------|
| Costs of charitable activities (see page 25) | <u>28,011</u> | <u>172,155</u> | <u>200,166</u> |

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
|--|----------------------------|--------------------------|--------------------------|
| Costs of charitable activities (see page 25) | <u>32,845</u> | <u>94,584</u> | <u>127,429</u> |

10. Expenditure on Charitable Activities by Activity Type

| | Activities undertaken directly £ | Total funds 2021 £ | Total fund 2020 £ |
|--|---|--------------------------|-------------------------|
| Costs of charitable activities (see page 25) | <u>200,166</u> | <u>200,166</u> | <u>127,429</u> |

11. Net Income

Net income is stated after charging/(crediting):

| | 2021 £ | 2020 £ |
|---------------------------------------|--------------|--------------|
| Depreciation of tangible fixed assets | <u>2,444</u> | <u>1,065</u> |

12. Independent Examination Fees

| | 2021 £ | 2020 £ |
|--|------------|------------|
| Fees payable to the independent examiner for: Independent examination of the financial statements | <u>600</u> | <u>480</u> |

13. Staff Costs and Emoluments

The total staff costs and employee benefits for the reporting period are analysed as follows:

| | 2021 £ | 2020 £ |
|--------------------|---------------|---------------|
| Wages and salaries | <u>70,606</u> | <u>43,993</u> |

The average head count of employees during the year was 7 (2020: 5). The average number of full-time equivalent employees during the year is analysed as follows:

| | 2021 No. | 2020 No. |
|-------------------------|-------------|-------------|
| Number of project staff | <u>7</u> | <u>5</u> |

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

Shotton Partnership 2000 Ltd

Notes to the Financial Statements (continued)

Year Ended 31 December 2021

14. Trustee Remuneration and Expenses

The charity employed two trustees during the year as follows:

Judi Briggs with a gross salary of £4,908 (2020 - £4,636).

Denise Brooks with a gross salary of £17,889 (2020 - £16,731).

No trustee expenses have been incurred during the year (2020 - Nil).

15. Transfers Between Funds

During the year £18,825 was transferred from restricted to unrestricted funds being contributions to overheads by projects.

16. Tangible Fixed Assets

| | Freehold property £ | Office Equipment £ | IT Equipment £ | Total £ |
|----------------------------|---------------------------|--------------------------|-------------------|----------------|
| Cost | | | | |
| At 1 January 2021 | 30,000 | 29,385 | 40,250 | 99,635 |
| Additions | — | 6,489 | — | 6,489 |
| At 31 December 2021 | 30,000 | 35,874 | 40,250 | 106,124 |
| Depreciation | | | | |
| At 1 January 2021 | — | 27,569 | 38,410 | 65,979 |
| Charge for the year | — | 2,076 | 368 | 2,444 |
| At 31 December 2021 | — | 29,645 | 38,778 | 68,423 |
| Carrying amount | | | | |
| At 31 December 2021 | 30,000 | 6,229 | 1,472 | 37,701 |
| At 31 December 2020 | 30,000 | 1,816 | 1,840 | 33,656 |

Tangible fixed assets held at valuation

The property was revalued in February 2012 by J W Wood, Chartered Surveyors. This valuation was been used as deemed cost for the purposes of transitioning to FRS102 and the property is now accounted for using the historical cost basis.

17. Debtors

| | 2021 £ | 2020 £ |
|--------------------------------|--------------|---------------|
| Trade debtors | 2,874 | 10,809 |
| Prepayments and accrued income | 423 | 431 |
| | 3,297 | 11,240 |

Shotton Partnership 2000 Ltd

Notes to the Financial Statements (continued)

Year Ended 31 December 2021

18. Creditors: amounts falling due within one year

| | 2021 | 2020 |
|------------------------------|--------------|------------|
| | £ | £ |
| Trade creditors | 147 | — |
| Accruals and deferred income | 600 | 480 |
| Other creditors | 3,829 | 15 |
| | <u>4,576</u> | <u>495</u> |

19. Analysis of Charitable Funds

Unrestricted funds

| | At 1 January 2021 | Income | Expenditure | Transfers | At 31 December 2021 |
|------------------------------|----------------------|---------------|-----------------|---------------|---------------------------|
| | £ | £ | £ | £ | £ |
| General Funds | 41,663 | 11,649 | (9,987) | (3,630) | 39,695 |
| Capital fund | 33,656 | — | (2,444) | 6,489 | 37,701 |
| Building Development Fund | 32,000 | — | — | 15,000 | 47,000 |
| Cafe | 15,366 | 15,262 | (13,655) | 4,260 | 21,233 |
| IT Centre | 7,941 | 311 | (1,925) | (3,294) | 3,033 |
| | <u>130,626</u> | <u>27,222</u> | <u>(28,011)</u> | <u>18,825</u> | <u>148,662</u> |

| | At 1 January 2020 | Income | Expenditure | Transfers | At 31 December 2020 |
|------------------------------|----------------------|---------------|-----------------|--------------|---------------------------|
| | £ | £ | £ | £ | £ |
| General Funds | 38,763 | 21,357 | (18,457) | — | 41,663 |
| Capital fund | 32,489 | — | (1,065) | 2,232 | 33,656 |
| Building Development Fund | 32,000 | — | — | — | 32,000 |
| Cafe | 13,813 | 7,319 | (5,766) | — | 15,366 |
| IT Centre | 14,702 | 796 | (7,557) | — | 7,941 |
| | <u>131,767</u> | <u>29,472</u> | <u>(32,845)</u> | <u>2,232</u> | <u>130,626</u> |

Restricted funds

| | At 1 January 2021 | Income | Expenditure | Transfers | At 31 December 2021 |
|---|----------------------|--------|-------------|-----------|---------------------------|
| | £ | £ | £ | £ | £ |
| Building Development fund | 94,927 | 57,894 | (70,154) | 21,623 | 104,290 |
| County Durham Community Foundation (ESF3) | (485) | 5,081 | (1,360) | (1,216) | 2,020 |
| Neighbourhood Grant | 6,932 | 18,387 | (9,616) | (15,065) | 638 |
| Lottery | — | 9,140 | (7,037) | 12,098 | 14,201 |
| East Durham Community Trust | 7,688 | 15,363 | (3,525) | (10,127) | 9,399 |
| Group Savings Fund | 7,264 | 3,109 | (595) | (1,376) | 8,402 |

Shotton Partnership 2000 Ltd

Notes to the Financial Statements (continued)

Year Ended 31 December 2021

19. Analysis of Charitable Funds (continued)

| | | | | | |
|------------------------------------|----------------|----------------|------------------|-----------------|----------------|
| UK Online | 10,121 | 15,384 | (9,410) | (7,316) | 8,779 |
| Groundwork - Bright Ideas | 14,520 | — | (8,945) | (5,575) | — |
| Virgin Money | 25,320 | — | (25,316) | (4) | — |
| Youth | 3,278 | 909 | (201) | 817 | 4,803 |
| Coalfields Regeneration Trust | 5,962 | — | (3,430) | (2,532) | — |
| County Durham Community Foundation | 9,966 | 1,000 | (2,698) | (4,465) | 3,803 |
| DCC Cree | 6,654 | 9,000 | (2,879) | (8,170) | 4,605 |
| Co-op | 4,008 | — | — | — | 4,008 |
| Services for others | 1,805 | — | — | 2,483 | 4,288 |
| Community Business Renewal | — | 15,000 | (7,294) | — | 7,706 |
| Martin Lewis | — | — | — | — | — |
| The Rank Foundation | — | 20,778 | (18,695) | — | 2,083 |
| Youth AAP | — | 2,200 | — | — | 2,200 |
| Mini Big | — | 1,000 | (1,000) | — | — |
| | <u>197,960</u> | <u>174,245</u> | <u>(172,155)</u> | <u>(18,825)</u> | <u>181,225</u> |

| | At 1 January 2020 £ | Income £ | Expenditure £ | Transfers £ | At 31 December 2020 £ |
|---|---------------------------|----------------|------------------|----------------|--------------------------------|
| Building Development fund | 97,841 | 22,582 | (24,196) | (1,300) | 94,927 |
| County Durham Community Foundation (ESF3) | 4,468 | — | (4,953) | — | (485) |
| Neighbourhood Grant Lottery | 2,293 | 22,900 | (17,329) | (932) | 6,932 |
| East Durham Community Trust | — | — | — | — | — |
| Group Savings Fund | (455) | 10,200 | (2,057) | — | 7,688 |
| UK Online | 6,153 | 1,585 | (474) | — | 7,264 |
| Groundwork - Bright Ideas | 2,656 | 8,667 | (1,202) | — | 10,121 |
| Virgin Money | — | 14,520 | — | — | 14,520 |
| Youth | 30,000 | 20,000 | (24,680) | — | 25,320 |
| Coalfields Regeneration Trust | 3,653 | 1,389 | (1,764) | — | 3,278 |
| County Durham Community Foundation | — | 9,452 | (3,490) | — | 5,962 |
| DCC Cree | 3,530 | 11,368 | (4,932) | — | 9,966 |
| Co-op | 1,588 | 6,000 | (934) | — | 6,654 |
| Services for others | 4,008 | — | — | — | 4,008 |
| Community Business Renewal | 1,759 | 46 | — | — | 1,805 |
| Martin Lewis | — | 2,773 | (2,773) | — | — |
| | <u>—</u> | <u>5,800</u> | <u>(5,800)</u> | <u>—</u> | <u>—</u> |
| | <u>157,494</u> | <u>137,282</u> | <u>(94,584)</u> | <u>(2,232)</u> | <u>197,960</u> |

Shotton Partnership 2000 Ltd

Notes to the Financial Statements (continued)

Year Ended 31 December 2021

19. Analysis of Charitable Funds (continued)

The restricted funds are to be used for the following purposes:

The Building Development Fund is towards the costs of the new community centre and includes grants of £40,000 from the Clothworkers Foundation, £20,000 from Garfield Weston, £26,000 from Durham County Council and £20,000 from Ballinger Trust.

The grants from County Durham Community Foundation (ESF3) are for wages and overheads.

The Neighbourhood grant was for children's sessions at the IT centre.

The money from East Durham Community Trust and Durham County Council is for the CREE projects.

The UK Online fund comprises grants from the Good Things Foundation towards the IT Centre.

The grant from Groundwork - Bright Ideas was towards the lunch club.

The youth fund includes £2,865 from Durham County Council towards youth work.

The grant from the County Durham Community Foundation is towards the Enriching Later Lives project.

The grant from Virgin Money is towards the centre manager and overheads.

The grant from Martin Lewis is for Covid Support.

20. Analysis of Net Assets Between Funds

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2021 £ |
|----------------------------|----------------------------|--------------------------|--------------------------|
| Tangible fixed assets | 37,701 | — | 37,701 |
| Current Assets | 115,537 | 181,225 | 296,762 |
| Creditors less than 1 year | (4,576) | — | (4,576) |
| Net assets | 148,662 | 181,225 | 329,887 |

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2020 £ |
|----------------------------|----------------------------|--------------------------|--------------------------|
| Tangible fixed assets | 33,656 | — | 33,656 |
| Current Assets | 97,465 | 197,960 | 295,425 |
| Creditors less than 1 year | (495) | — | (495) |
| Net assets | 130,626 | 197,960 | 328,586 |

Shotton Partnership 2000 Ltd

Management Information

Year Ended 31 December 2021

The Following Pages Do Not Form Part of the Financial Statements.

Shotton Partnership 2000 Ltd

Detailed Statement of Financial Activities

Year Ended 31 December 2021

| | 2021 £ | 2020 £ |
|---|----------------|----------------|
| Income and endowments | | |
| Donations and legacies | | |
| Donations | 3,178 | 4,591 |
| Shotton Parish Council | — | 1,000 |
| Building development grants | 56,838 | — |
| Virgin Money | — | 20,000 |
| ESF3 | 1,961 | — |
| Lottery | 9,140 | — |
| Neighbourhood Grant | 999 | — |
| The Rank Foundation | 20,778 | — |
| UK Online | 15,384 | — |
| Partnership Core | 350 | — |
| | <u>108,628</u> | <u>25,591</u> |
| Charitable activities | | |
| Cafe sales | 17,788 | 19,058 |
| Income from youth services | 3,109 | 1,389 |
| Community Centre Core | 1,005 | — |
| Coalfields Regeneration trust | — | 9,452 |
| Building development grants | — | 9,066 |
| East Durham Community Trust | 13,463 | 8,480 |
| Groundwork - Bright Ideas | — | 14,520 |
| Group Savings | 3,109 | 1,005 |
| County Durham Community Foundation | — | 11,368 |
| UK Online | — | 8,667 |
| Community Business Renewal | 15,000 | — |
| Durham County Council - Cree | 9,000 | 6,000 |
| Room hire income | 8,767 | 9,817 |
| IT Centre | 311 | 796 |
| Neighbourhood grant | 17,388 | 22,900 |
| ESF3 - Sport | 3,120 | — |
| Other income from charitable activities | 768 | 6,882 |
| | <u>92,828</u> | <u>129,400</u> |
| Investment income | | |
| Bank interest receivable | 11 | 363 |
| Other income | | |
| Covid 19 support | — | 11,400 |
| | <u>—</u> | <u>11,400</u> |
| Total income | <u>201,467</u> | <u>166,754</u> |

Shotton Partnership 2000 Ltd

Detailed Statement of Financial Activities *(continued)*

Year Ended 31 December 2021

| | 2021 £ | 2020 £ |
|---|----------------|----------------|
| Expenditure | | |
| Wages | 70,606 | 43,993 |
| Rent and room hire | — | 786 |
| Rates & water | 1,385 | 2,451 |
| Light & heat | 6,711 | 13,208 |
| Repairs, maintenance and other premises costs | 6,462 | 14,545 |
| Insurance | 624 | 1,087 |
| Equipment purchases | 1,376 | 12,377 |
| Travel, training and volunteer costs | 512 | 405 |
| Accountancy and professional fees | 975 | 839 |
| Telephone & internet | 1,458 | 2,622 |
| Other office costs | 702 | 2,067 |
| Depreciation | 2,444 | 1,065 |
| Beneficiary training | 642 | 409 |
| Other costs | 2,588 | 1,205 |
| Project costs | 98,094 | 25,060 |
| Food purchases | 5,587 | 5,310 |
| Total expenditure | 200,166 | 127,429 |
| | | |
| Net income | 1,301 | 39,325 |

