



JH Riley Associates Ltd

Company registration number: 06330264

Charity registration number: 1122436

The Whitworth Centre Ltd

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2023



INSTITUTE OF
FINANCIAL
ACCOUNTANTS

aat

AAT licensed
Accountant

DIAMOND



ACCOUNTANTS & BUSINESS DEVELOPMENT ADVISORS

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The Whitworth Centre Ltd

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The Whitworth Centre Ltd

Strategic Report for the Year Ended 31 March 2023

The trustees, who are directors for the purposes of company law, present their strategic report for the year ended 31 March 2023, in compliance with s414C of the Companies Act 2006.

Financial review

Policy on reserves

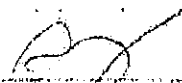
The Trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately three months of unrestricted charitable expenditure. The Trustees consider that this level will provide sufficient funds to respond to applications for grants and ensure that support and governance costs are covered.

The Trustees consider that a level of three months is sufficient given the flexibility afforded by the Trading arm of the Centre.

The strategic report was approved by the trustees of the charity on 17 November 2023 and signed on its behalf by:



Mr Andrew Sullivan
Company secretary and trustee



Mr Alan Long
Chairman and trustee

The Whitworth Centre Ltd

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2023.

Objectives and activities

Objects and aims

- The Whitworth Park remained open every day of the year, providing huge support to local people when they needed it most.
- The Whitworth has increased its environmental activity given the global climate change challenge.
- We have been getting regular feedback on service levels from customers and the results have been very good.
- We maintained excellent safety record.
- We have significantly grown activities again providing events and activities for all age groups.
- We have invested in a number of building and park improvement projects.
- We have a 5 year plan, to inform decision making going forward and to help ensure everyone is clear on strategic direction.
- We have secured a major new lottery investment.
- We are pleased to have increased staff wages significantly in the year, helping staff themselves, manage rising cost of living better.

We have clearly defined aims to support the residents of Darley Dale to:

- Help enhance physical, social and mental well being.
- Help reduce social isolation and loneliness in our community.
- Help create stronger, rewarding relationships in families and local groups.
- Help people make greener choices and improve the environment.

We monitor customer satisfaction on a quarterly basis and have maintained levels of over 9 out of 10 on a consistent basis.

Fundraising disclosures

These activities were supported by a number of grant activities, donations from the public and our Trading Ltd Company.

Public benefit

We have maintained our investment levels in the building and park and have secured a new £1m Heritage lottery, called Heart of the Park, it is hoped it will bring significant improvements over the next three years.

- Maintenance and management of a heritage building and park.
- Development and support of organisations that provide a range of well being orientated services to people.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The Whitworth Centre Ltd

Trustees' Report

Social Investment policies

We have particularly focussed on environmental activity, through events like "Making Space for Nature", a Repair Cafe and supporting events by organisations such as the National Trust and Rewilding Britain.

We have tenants both for the lodge and for one of our meeting rooms, which provides some longer term financial security of income. This together with our wide range of commercial activities, has enabled us to keep costs low for charities and community groups, using the building and park thereby enabling more well being based services to be provided for local people.

- The maintenance and management of a heritage building and park.
- The development and support of organisations that provide a range of well being orientated services to people.
- The provision of events consistent with our purpose and objectives. This would include theatre, craft fairs, celebration musical activities, and environmental events which have been free to attend.

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

| | |
|--------------------------------------|-------------------------------------|
| Trustees: | Mr Simon Gill |
| | Mr Duncan John Taylor |
| | Mr David Harry Oakley |
| | Mr Andrew Sullivan |
| | Mr Alan Long |
| | Mrs Carolyn Mary Davis |
| | Mr Jonathan Riley |
| | Mr Jason Farmer |
| Chairman: | Mr Alan Long |
| Secretary: | Mr Andrew Sullivan |
| Other Officers: | Darley Dale Town Council |
| Senior Management / Leadership Team: | Mr Paul Taylor, General Manager |
| | Mrs Claire Roberts, Finance Officer |

The Whitworth Centre Ltd

Trustees' Report

Reference and Administrative Details

Charity Registration Number: 1122436

Company Registration Number: 06330264

The charity is incorporated in England & Wales.

Registered Office: Station Road
Darley Dale
Matlock
Derbyshire
DE4 2EQ

Accountants: J H Riley Associates Ltd
Diamond Court
Water Street
Bakewell
Derbyshire
DE45 1EW

Financial Instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The Whitworth Centre Ltd

Trustees' Report

Funds held as custodian trustee on behalf of others

Restricted assets:

Land comprising 11.06 hectares (or thereabouts)
Building 'Sir Joseph Whitworth Institute'

Unrestricted assets:

Residential dwelling known as The Lodge
Agricultural land comprising 3.44 hectares (or thereabouts)
Football pitch comprising 1.45 hectares (or thereabouts)

Statement of trustees' responsibilities

The trustees (who are also the directors of The Whitworth Centre Ltd for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The Whitworth Centre Ltd

Trustees' Report

The annual report was approved by the trustees of the charity on 17 November 2023 and signed on its behalf by:



Mr Andrew Sullivan
Company secretary and trustee



Mr Alan Long
Chairman and trustee

Structure, governance and management

Organisational structure

The Whitworth Centre Ltd, which is a registered charity, wholly owns Whitworth Centre (Trading) Ltd, through which it operates its Catering, Hire and Commercial Operations. The company is VAT registered and is a charity registered with the Charities Commission. The charity is controlled by its governing document, it constitutes a limited company and it is limited by guarantee.

Both companies are managed by a Board of Trustees, all of whom are registered with Companies House as Directors.

The sole member of The Whitworth Centre Ltd is Darley Dale Town Council, as such, it has controlling share of The Whitworth. Its obligation is to provide 7 Councillors to sit on the Board of 12 Trustees. The Trustees meet once a month to discuss business performance and to agree business improvements. They are further divided into four sub-committees which have specific responsibilities as prescribed in the scope of the committee.

Under the trust deed of 1898, The Whitworth, (formally The Whitworth Institute) was established on 1st November, 2008. The activities and undertakings of the charity were taken over by the limited company in the name of The Whitworth Centre. All the assets and liabilities of the original charity were transferred to the company.

Board of Trustees

General Manager

Deputy manager & Finance officer, Centre Administrator, Lead Centre Operative, Events Sales & Marketing Manager, Catering Team.

**Accountants' Report to the Trustees on the Preparation of the Unaudited Statutory
Accounts of
The Whitworth Centre Ltd
for the Year Ended 31 March 2023**

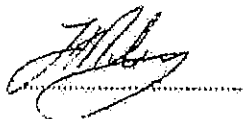
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of The Whitworth Centre Ltd for the year ended 31 March 2023 as set out on pages 9 to 24 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Financial Accountants, we are subject to its ethical and other professional requirements which are detailed at

<https://www.ifa.org.uk/about-us/publicinterest/memberregulations>

This report is made solely to the board of directors of The Whitworth Centre Ltd, as a body, in accordance with the terms of our engagement letter dated 24th July, 2018.

This report is made solely to the board of directors of The Whitworth Centre Ltd, as a body, in accordance with the terms of our engagement letter dated 24 July 2018. Our work has been undertaken solely to prepare for your approval the financial statements of The Whitworth Centre Ltd and state those matters that we have agreed to state to the board of directors of The Whitworth Centre Ltd, as a body, in this report, in accordance with the IFA. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Whitworth Centre Ltd and its board of directors as a body for our work or for this report.



J H Riley Associates Ltd
Diamond Court
Water Street
Bakewell
Derbyshire
DE45 1EW

17 November 2023

We have not been instructed to carry out an audit or a review of the accounts of The Whitworth Centre Ltd. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

The Whitworth Centre Ltd

Independent Examiner's Report to the trustees of The Whitworth Centre Ltd ('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

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 Whitworth Centre Ltd 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.



Stephen Allen ACA FCCA
Allen, West and Foster Limited
Omega Court, 364-366 Cemetery Road
Sheffield
S11 8FT

17 November 2023

The Whitworth Centre Ltd

Statement of Financial Activities for the Year Ended 31 March 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

| | Note | Unrestricted funds £ | Restricted funds £ | Total 2023 £ |
|------------------------------------|------|-------------------------|-----------------------|--------------------|
| Income and Endowments from: | | | | |
| Donations and legacies | 3 | 41,825 | 49,499 | 91,324 |
| Other income | | <u>45,258</u> | <u>-</u> | <u>45,258</u> |
| Total income | | <u>87,083</u> | <u>49,499</u> | <u>136,582</u> |
| Expenditure on: | | | | |
| Raising funds | 4 | (116,987) | (10,452) | (127,439) |
| Charitable activities | 5 | <u>(13,085)</u> | <u>(19,983)</u> | <u>(33,068)</u> |
| Total expenditure | | <u>(130,072)</u> | <u>(30,435)</u> | <u>(160,507)</u> |
| Net (expenditure)/income | | <u>(42,989)</u> | <u>19,064</u> | <u>(23,925)</u> |
| Net movement in funds | | (42,989) | 19,064 | (23,925) |
| Reconciliation of funds | | | | |
| Total funds brought forward | | <u>437,388</u> | <u>1,671,173</u> | <u>2,108,561</u> |
| Total funds carried forward | 15 | <u>394,399</u> | <u>1,690,237</u> | <u>2,084,636</u> |
| | Note | Unrestricted funds £ | Restricted funds £ | Total 2022 £ |
| Income and Endowments from: | | | | |
| Donations and legacies | 3 | 131,121 | 147,004 | 278,125 |
| Other income | | <u>20,457</u> | <u>-</u> | <u>20,457</u> |
| Total income | | <u>151,578</u> | <u>147,004</u> | <u>298,582</u> |
| Expenditure on: | | | | |
| Raising funds | 4 | (101,259) | (135,138) | (236,397) |
| Charitable activities | 5 | <u>(13,685)</u> | <u>(7,081)</u> | <u>(20,766)</u> |
| Total expenditure | | <u>(114,944)</u> | <u>(142,219)</u> | <u>(257,163)</u> |
| Net income | | <u>36,634</u> | <u>4,785</u> | <u>41,419</u> |
| Net movement in funds | | 36,634 | 4,785 | 41,419 |
| Reconciliation of funds | | | | |
| Total funds brought forward | | <u>400,754</u> | <u>1,666,388</u> | <u>2,067,142</u> |
| Total funds carried forward | 15 | <u>437,388</u> | <u>1,671,173</u> | <u>2,108,561</u> |

All of the charity's activities derive from continuing operations during the above two periods.

The notes on pages 12 to 24 form an integral part of these financial statements.

The Whitworth Centre Ltd

(Registration number: 06330264)
Balance Sheet as at 31 March 2023

| | Note | 2023 £ | 2022 £ |
|---|------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | 8 | 465,250 | 472,333 |
| Heritage assets | 9 | 1,560,213 | 1,560,213 |
| Investments | 10 | <u>2</u> | <u>2</u> |
| | | <u>2,025,465</u> | <u>2,032,548</u> |
| Current assets | | | |
| Debtors | 11 | 138,947 | 128,436 |
| Cash at bank and in hand | 12 | <u>5,241</u> | <u>49,053</u> |
| | | 144,188 | 177,489 |
| Creditors: Amounts falling due within one year | 13 | <u>(27,808)</u> | <u>(19,154)</u> |
| Net current assets | | <u>116,380</u> | <u>158,335</u> |
| Total assets less current liabilities | | 2,141,845 | 2,190,883 |
| Creditors: Amounts falling due after more than one year | 14 | <u>(57,209)</u> | <u>(82,322)</u> |
| Net assets | | <u>2,084,636</u> | <u>2,108,561</u> |
| Funds of the charity: | | | |
| Restricted income funds | | | |
| Restricted funds | | 1,690,237 | 1,671,173 |
| Unrestricted income funds | | | |
| Unrestricted funds | | 349,454 | 392,443 |
| Revaluation reserve | | <u>44,945</u> | <u>44,945</u> |
| Total unrestricted funds | | <u>394,399</u> | <u>437,388</u> |
| Total funds | 15 | <u>2,084,636</u> | <u>2,108,561</u> |

For the financial year ending 31 March 2023 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 charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The notes on pages 12 to 24 form an integral part of these financial statements.


The Whitworth Centre Ltd

(Registration number: 06330264)
Balance Sheet as at 31 March 2023

The financial statements on pages 9 to 24 were approved by the trustees, and authorised for issue on 17 November 2023 and signed on their behalf by:



.....
Mr Andrew Sullivan
Company secretary and trustee



.....
Mr Alan Long
Chairman and trustee

The notes on pages 12 to 24 form an integral part of these financial statements.

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

1 Charity status

The charity is limited by guarantee, incorporated in England & Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Station Road
Darley Dale
Matlock
Derbyshire
DE4 2EQ

These financial statements were authorised for issue by the trustees on 17 November 2023.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The Whitworth Centre Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Income and endowments

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustee meetings and reimbursed expenses.

Taxation

The charity 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 charity 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.

Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Heritage assets

Heritage assets comprise of the 'Sir Joseph Whitworth Institute' building and attached land at 11.06 hectares and carried at cost £1,560,213.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

| Asset class | Depreciation method and rate |
|--------------------|-------------------------------------|
| Land and building | Carried at cost |

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

Furniture and equipment

25% Reducing balance

Business combinations

Business combinations are accounted for under the purchase method. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies used into line with those used by the charity. All intra-group transactions, balances, income and expenses are eliminated on consolidation. In accordance with Section 35 of FRS 102, Section 19 of FRS 102 has not been applied in these financial statements in respect of business combinations effected prior to the date of transition.

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustee discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

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

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

Investments

Investments in subsidiaries are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

3 Income from donations and legacies

| | Unrestricted funds General £ | Restricted funds £ | Total funds £ |
|-----------------------------------|---------------------------------------|--------------------------|---------------------|
| Donations and legacies; | | | |
| Donations from individuals | 14,179 | - | 14,179 |
| Grants, including capital grants; | | | |
| Grants from other charities | 27,646 | 49,499 | 77,145 |
| Total for 2023 | <u>41,825</u> | <u>49,499</u> | <u>91,324</u> |
| Total for 2022 | <u>131,121</u> | <u>147,004</u> | <u>278,125</u> |

4 Expenditure on raising funds

a) Costs of trading activities

| | Note | Unrestricted funds General £ | Restricted funds £ | Total funds £ |
|---|------|---------------------------------------|--------------------------|---------------------|
| Other direct costs of activities for generating funds | | - | 10,452 | 10,452 |
| Allocated support costs | | 116,987 | - | 116,987 |
| Total for 2023 | | <u>116,987</u> | <u>10,452</u> | <u>127,439</u> |
| Total for 2022 | | <u>101,259</u> | <u>135,138</u> | <u>236,397</u> |

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

5 Expenditure on charitable activities

| | Note | Unrestricted funds General £ | Restricted funds £ | Total funds £ |
|-----------------------|------|---------------------------------------|--------------------------|---------------------|
| Governance costs | | 13,085 | 19,983 | 33,068 |
| Total for 2022 | | 13,685 | 7,081 | 20,766 |

6 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

7 Staff costs

The aggregate payroll costs were as follows:

Employees received remuneration of £30,829 (2022: £29,036) and £nil (2022: £nil) of expenses were reimbursed during the year.

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

| | 2023 No | 2022 No |
|-----------------------------|------------|------------|
| Average number of employees | 8 | 8 |

6 (2022 - 6) of the above employees participated in the Defined Contribution Pension Schemes.

Contributions to the employee pension schemes for the year totalled £727 (2022 - £2,223).

During the year, the charity made redundancy and/or termination payments which totalled £Nil (2022 - £Nil).

No employee received emoluments of more than £60,000 during the year.

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

8 Tangible fixed assets

| | Land and buildings £ | Furniture and equipment £ | Total £ |
|-----------------------|----------------------------|---------------------------------|------------|
| Cost | | | |
| At 1 April 2022 | 444,000 | 115,966 | 559,966 |
| At 31 March 2023 | 444,000 | 115,966 | 559,966 |
| Depreciation | | | |
| At 1 April 2022 | - | 87,633 | 87,633 |
| Charge for the year | - | 7,083 | 7,083 |
| At 31 March 2023 | - | 94,716 | 94,716 |
| Net book value | | | |
| At 31 March 2023 | 444,000 | 21,250 | 465,250 |
| At 31 March 2022 | 444,000 | 28,333 | 472,333 |

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

Revaluation

The fair value of the company's Agricultural Land was revalued on 16 March 2021 by Milner Commercial chartered Surveyors, an independent valuer.

The basis of the valuation adopted in this instance was an assumed absolute freehold which is the subject of a protected agricultural tenancy.

Analysis of grassland auction sale results during 2019 & 2020 (source - Bagshaws) show an average sale yield of £12,919 per acre.

Original cost £61,055

Revaluation £44,945 (3.479 acres at £12,919)

Revalued carrying amount £106,000

Had this class of asset been measured on a historical cost basis, their carrying amount would have been £Nil (2022 - £Nil).

9 Heritage assets

| | Other heritage asset class 1 £ | Other heritage asset class 2 £ | Total £ |
|-----------------------|--------------------------------------|--------------------------------------|------------------|
| Cost | | | |
| At 1 April 2022 | <u>1,200,000</u> | <u>360,213</u> | <u>1,560,213</u> |
| At 31 March 2023 | 1,200,000 | 360,213 | 1,560,213 |
| Depreciation | | | |
| At 31 March 2023 | <u>-</u> | <u>-</u> | <u>-</u> |
| Net book value | | | |
| At 31 March 2023 | <u>1,200,000</u> | <u>360,213</u> | <u>1,560,213</u> |

Summary of transactions

Heritage asset class 1 £1,200,000 Whitworth Institute

Heritage asset class 2 £360,213 HLF Grant capitalised in 2007 used for Whitworth Institute refurbishment

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

10 Fixed asset investments

Shares in group undertakings and participating interests

| | Subsidiary undertakings £ | Total £ |
|------------------|---------------------------------|------------|
| Cost | | |
| At 1 April 2022 | <u>2</u> | <u>2</u> |
| At 31 March 2023 | <u>2</u> | <u>2</u> |
| Net book value | | |
| At 31 March 2023 | <u>2</u> | <u>2</u> |
| At 31 March 2022 | <u>2</u> | <u>2</u> |

Details of undertakings

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

| Undertaking | Country of incorporation | Holding | Proportion of voting rights and shares held | | Principal activity |
|---------------------------------------|-----------------------------|------------------------------------|--|------|--|
| | | | 2023 | 2022 | |
| Subsidiary undertakings | | | | | |
| The Whitworth Centre (Trading) Ltd | England | 2 ordinary shares of £1 each | 100% | 100% | Trading arm for the Whitworth Charity |

11 Debtors

| | 2023 £ | 2022 £ |
|-----------------------------|----------------|----------------|
| Trade debtors | 1,603 | 4,763 |
| Due from group undertakings | 133,697 | 119,604 |
| Prepayments | 3,212 | 4,069 |
| Other debtors | <u>435</u> | <u>-</u> |
| | <u>138,947</u> | <u>128,436</u> |

The Whitworth Centre (Trading) Ltd

The trading subsidiary of The Whitworth Centre owed £133,697 as at 31st March, 2023 (prior year £119,604).

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

12 Cash and cash equivalents

| | 2023 | 2022 |
|--------------|--------------|---------------|
| | £ | £ |
| Cash at bank | <u>5,241</u> | <u>49,053</u> |

13 Creditors: amounts falling due within one year

| | 2023 | 2022 |
|------------------------------------|---------------|---------------|
| | £ | £ |
| Bank loans | 9,292 | 8,470 |
| Trade creditors | 13,027 | 3,776 |
| Other taxation and social security | 1,512 | 2,130 |
| Other creditors | 407 | 408 |
| Accruals | <u>3,570</u> | <u>4,370</u> |
| | <u>27,808</u> | <u>19,154</u> |

14 Creditors: amounts falling due after one year

| | 2023 | 2022 |
|-----------------|---------------|---------------|
| | £ | £ |
| Bank loans | 43,716 | 50,330 |
| Other creditors | <u>13,493</u> | <u>31,992</u> |
| | <u>57,209</u> | <u>82,322</u> |

Grants that have been received and where the conditions for its use have not yet been met, the income is recognised as a liability on the balance sheet as deferred income £13,493 as at 31st March, 2023 (£31,992 prior year).

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

15 Funds

| | Balance at 1 April 2022 £ | Incoming resources £ | Resources expended £ | Balance at 31 March 2023 £ |
|---------------------------|---------------------------------|----------------------------|----------------------------|----------------------------------|
| Unrestricted funds | | | | |
| General | 437,388 | 87,083 | (130,072) | 394,399 |
| Restricted funds | <u>1,671,173</u> | <u>49,499</u> | <u>(30,435)</u> | <u>1,690,237</u> |
| Total funds | <u>2,108,561</u> | <u>136,582</u> | <u>(160,507)</u> | <u>2,084,636</u> |
| | Balance at 1 April 2021 £ | Incoming resources £ | Resources expended £ | Balance at 31 March 2022 £ |
| Unrestricted funds | | | | |
| General | 400,754 | 151,578 | (114,944) | 437,388 |
| Restricted funds | <u>1,666,388</u> | <u>147,004</u> | <u>(142,219)</u> | <u>1,671,173</u> |
| Total funds | <u>2,067,142</u> | <u>298,582</u> | <u>(257,163)</u> | <u>2,108,561</u> |

16 Analysis of net assets between funds

| | Unrestricted funds General £ | Restricted funds £ | Total funds at 31 March 2023 £ |
|-------------------------|---------------------------------------|--------------------------|---|
| Tangible fixed assets | 465,250 | - | 465,250 |
| Heritage assets | - | 1,560,213 | 1,560,213 |
| Fixed asset investments | 2 | - | 2 |
| Current assets | 144,188 | - | 144,188 |
| Current liabilities | (27,808) | - | (27,808) |
| Creditors over 1 year | <u>(57,209)</u> | <u>-</u> | <u>(57,209)</u> |
| Total net assets | <u>524,423</u> | <u>1,560,213</u> | <u>2,084,636</u> |

The Whitworth Centre Ltd

Notes to the Financial Statements for the Year Ended 31 March 2023

| | Unrestricted funds General £ | Restricted funds £ | Total funds at 31 March 2022 £ |
|-------------------------|---------------------------------------|--------------------------|---|
| Tangible fixed assets | 472,333 | - | 472,333 |
| Heritage assets | - | 1,560,213 | 1,560,213 |
| Fixed asset investments | 2 | - | 2 |
| Current assets | 177,489 | - | 177,489 |
| Current liabilities | (19,154) | - | (19,154) |
| Creditors over 1 year | (82,322) | - | (82,322) |
| Total net assets | <u>548,348</u> | <u>1,560,213</u> | <u>2,108,561</u> |

The Whitworth Centre Ltd

Statement of Financial Activities by fund for the Year Ended 31 March 2023

Unrestricted Funds

| | Total Unrestricted Funds 2023 £ | Total Unrestricted Funds 2022 £ |
|------------------------------------|---|---|
| Income and Endowments from: | | |
| Donations and legacies | 41,825 | 131,121 |
| Other income | <u>45,258</u> | <u>20,457</u> |
| Total income | <u>87,083</u> | <u>151,578</u> |
| Expenditure on: | | |
| Raising funds | (116,987) | (101,259) |
| Charitable activities | <u>(13,085)</u> | <u>(13,685)</u> |
| Total expenditure | <u>(130,072)</u> | <u>(114,944)</u> |
| Net (expenditure)/income | <u>(42,989)</u> | <u>36,634</u> |
| Net movement in funds | (42,989) | 36,634 |
| Reconciliation of funds | | |
| Total funds brought forward | <u>392,443</u> | <u>355,809</u> |
| Total funds carried forward | <u>349,454</u> | <u>392,443</u> |

The Whitworth Centre Ltd

Statement of Financial Activities by fund for the Year Ended 31 March 2023

Restricted Funds

| | Total Restricted Funds 2023 £ | Total Restricted Funds 2022 £ |
|------------------------------------|---|---|
| Income and Endowments from: | | |
| Donations and legacies | <u>49,499</u> | <u>147,004</u> |
| Total income | <u>49,499</u> | <u>147,004</u> |
| Expenditure on: | | |
| Raising funds | (10,452) | (135,138) |
| Charitable activities | <u>(19,983)</u> | <u>(7,081)</u> |
| Total expenditure | <u>(30,435)</u> | <u>(142,219)</u> |
| Net income | <u>19,064</u> | <u>4,785</u> |
| Net movement in funds | 19,064 | 4,785 |
| Reconciliation of funds | | |
| Total funds brought forward | <u>1,671,173</u> | <u>1,666,388</u> |
| Total funds carried forward | <u>1,690,237</u> | <u>1,671,173</u> |