

REGISTERED COMPANY NUMBER: 06641980 (England and Wales)
REGISTERED CHARITY NUMBER: 1127347

Report of the Trustees and
Unaudited Financial Statements
for the Period
1 August 2022 to 31 March 2023

for

The Gap (Midlands)

Dalton Pardoe Limited
Chartered Accountants
794 High Street
Kingswinford
West Midlands
DY6 8BQ

The Gap (Midlands)

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The Gap (Midlands)

Report of the Trustees for the Period 1 August 2022 to 31 March 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the period 1 August 2022 to 31 March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity seeks to demonstrate the Christian faith in action. It seeks to offer to marginalised young people, irrespective of circumstances or situation, the opportunities to improve their conditions of life and develop their skills and capabilities, to enable them to participate in society as mature and responsible adults and to demonstrate to them the positive difference a faith in Jesus Christ can bring to them.

FINANCIAL REVIEW

Financial Review

The charity received income amounting to £27,991 in the year under review (£60,742 : 2022). Expenditure totalled £48,984 for the year under review (£67,125 : 2022) resulting in an overall deficit of £20,993 (Deficit of £6,383 : 2022)

Reserves brought forward as at 1st August 2022 totalled £24,203 and as a result the charity's total reserves carried forward at the balance sheet date fell to £3,210. Unrestricted reserves fell from £7,212 to £2,610 overdrawn over the year under review.

Reserves policy

The trustees have established a policy whereby free reserves held by the charity should be maintained at £10,000. This is based on an estimate of four months average expenditure. General reserves carried forward at the balance sheet date were £14,208.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The policy and operating decisions of the charity rest with the Directors/Trustees who meet regularly to monitor the activities of the company. New Trustees are appointed by ordinary resolution of the members. The recommendations for appointments are based on the need for the charity to have an appropriate skill and experience to determine charity policies and to monitor implementation of them.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06641980 (England and Wales)

Registered Charity number

1127347

Registered office

Our Place Community Hub
Farthing Lane
Sutton Coldfield
West Midlands
B72 1RN

The Gap (Midlands)

**Report of the Trustees
for the Period 1 August 2022 to 31 March 2023**

Trustees

Mrs C Morphet
R M Pearse
J H Walker
D West-Mullen
D S Hodgkinson
P Palser
Mrs R L Warren (resigned 5.12.22)

Company Secretary

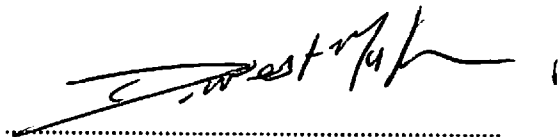
R M Pearse

Independent Examiner

Colin Dalton FCA
Dalton Pardoe Limited
Chartered Accountants
794 High Street
Kingswinford
West Midlands
DY6 8BQ

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

Approved by order of the board of trustees on 6/12/23 and signed on its behalf by:



.....
D West-Mullen - Trustee

**Independent Examiner's Report to the Trustees of
The Gap (Midlands)**

Independent examiner's report to the trustees of The Gap (Midlands) ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the period 1 August 2022 to 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').

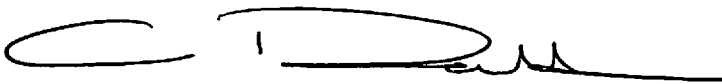
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). 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 Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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



Colin Dalton FCA

Dalton Pardoe Limited
Chartered Accountants
794 High Street
Kingswinford
West Midlands
DY6 8BQ

Date: 6/12/2023

The Gap (Midlands)

**Statement of Financial Activities
for the Period 1 August 2022 to 31 March 2023**

				Period 1.8.22 to 31.3.23 Total funds £	Year Ended 31.7.22 Total funds £
	Notes	Unrestricted fund £	Restricted funds £		
INCOME AND ENDOWMENTS FROM					
Donations and legacies		24,956	3,001	27,957	60,732
Investment income	2	34	-	34	10
Total		24,990	3,001	27,991	60,742
EXPENDITURE ON					
Raising funds		3,238	-	3,238	5,296
Charitable activities - expenditure		31,574	14,172	45,746	61,829
Total		34,812	14,172	48,984	67,125
NET INCOME/(EXPENDITURE)		(9,822)	(11,171)	(20,993)	(6,383)
RECONCILIATION OF FUNDS					
Total funds brought forward		7,212	16,991	24,203	30,586
TOTAL FUNDS CARRIED FORWARD		(2,610)	5,820	3,210	24,203

The notes form part of these financial statements

The Gap (Midlands)

**Balance Sheet
31 March 2023**

	Notes	Unrestricted fund £	Restricted funds £	31.3.23 Total funds £	31.7.22 Total funds £
FIXED ASSETS					
Tangible assets	7	1,706	214	1,920	2,305
CURRENT ASSETS					
Debtors	8	500	-	500	2,356
Cash at bank and in hand		131	5,606	5,737	21,499
		<u>631</u>	<u>5,606</u>	<u>6,237</u>	<u>23,855</u>
CREDITORS					
Amounts falling due within one year	9	(4,947)	-	(4,947)	(1,957)
NET CURRENT ASSETS/(LIABILITIES)		<u>(4,316)</u>	<u>5,606</u>	<u>1,290</u>	<u>21,898</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(2,610)</u>	<u>5,820</u>	<u>3,210</u>	<u>24,203</u>
NET ASSETS		<u><u>(2,610)</u></u>	<u><u>5,820</u></u>	<u><u>3,210</u></u>	<u><u>24,203</u></u>
FUNDS	10				
Unrestricted funds				(2,610)	7,212
Restricted funds				5,820	16,991
TOTAL FUNDS				<u><u>3,210</u></u>	<u><u>24,203</u></u>

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

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

The trustees acknowledge their responsibilities for

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

The notes form part of these financial statements

The Gap (Midlands)

Balance Sheet - continued
31 March 2023

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

The financial statements were approved by the Board of Trustees and authorised for issue on 4/12/23 and were signed on its behalf by:

R M Pearce

R M Pearce - Trustee

The notes form part of these financial statements

The Gap (Midlands)

Notes to the Financial Statements for the Period 1 August 2022 to 31 March 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

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

Tangible fixed assets

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

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Taxation

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

Fund accounting

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

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

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

2. INVESTMENT INCOME

	Period	
	1.8.22	Year Ended
	to	31.7.22
	31.3.23	
	£	£
Deposit account interest	34	10
	=====	=====

The Gap (Midlands)

**Notes to the Financial Statements - continued
for the Period 1 August 2022 to 31 March 2023**

3. NET INCOME/(EXPENDITURE)

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

	Period 1.8.22 to 31.3.23 £	Year Ended 31.7.22 £
Depreciation - owned assets	<u>385</u>	<u>767</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

5. STAFF COSTS

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

	Period 1.8.22 to 31.3.23 £	Year Ended 31.7.22 £
Administration	<u>4</u>	<u>3</u>

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

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	35,733	24,999	60,732
Investment income	<u>10</u>	<u>-</u>	<u>10</u>
Total	<u>35,743</u>	<u>24,999</u>	<u>60,742</u>
EXPENDITURE ON			
Raising funds	5,296	-	5,296
Charitable activities			
- expenditure	<u>37,419</u>	<u>24,410</u>	<u>61,829</u>
Total	<u>42,715</u>	<u>24,410</u>	<u>67,125</u>

The Gap (Midlands)

**Notes to the Financial Statements - continued
for the Period 1 August 2022 to 31 March 2023**

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
NET INCOME/(EXPENDITURE)	(6,972)	589	(6,383)
RECONCILIATION OF FUNDS			
Total funds brought forward	14,184	16,402	30,586
TOTAL FUNDS CARRIED FORWARD	<u>7,212</u>	<u>16,991</u>	<u>24,203</u>

7. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 August 2022 and 31 March 2023	<u>3,085</u>	<u>2,360</u>	<u>5,445</u>
DEPRECIATION			
At 1 August 2022	2,550	590	3,140
Charge for year	<u>90</u>	<u>295</u>	<u>385</u>
At 31 March 2023	<u>2,640</u>	<u>885</u>	<u>3,525</u>
NET BOOK VALUE			
At 31 March 2023	<u>445</u>	<u>1,475</u>	<u>1,920</u>
At 31 July 2022	<u>535</u>	<u>1,770</u>	<u>2,305</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.7.22 £
Trade debtors	-	255
Other debtors	<u>500</u>	<u>2,101</u>
	<u>500</u>	<u>2,356</u>

The Gap (Midlands)

**Notes to the Financial Statements - continued
for the Period 1 August 2022 to 31 March 2023**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.7.22
	£	£
Trade creditors	404	246
Social security and other taxes	1,031	648
Other creditors	2,816	415
Accrued expenses	696	648
	<u>4,947</u>	<u>1,957</u>

10. MOVEMENT IN FUNDS

	At 1.8.22	Net movement in funds	At 31.3.23
	£	£	£
Unrestricted funds			
General fund	7,212	(9,822)	(2,610)
Restricted funds			
Headspace Project	6,991	(5,630)	1,361
Youth Worker	10,000	(5,541)	4,459
	<u>16,991</u>	<u>(11,171)</u>	<u>5,820</u>
TOTAL FUNDS	<u>24,203</u>	<u>(20,993)</u>	<u>3,210</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	24,990	(34,812)	(9,822)
Restricted funds			
Headspace Project	3,001	(8,631)	(5,630)
Youth Worker	-	(5,541)	(5,541)
	<u>3,001</u>	<u>(14,172)</u>	<u>(11,171)</u>
TOTAL FUNDS	<u>27,991</u>	<u>(48,984)</u>	<u>(20,993)</u>

The Gap (Midlands)

**Notes to the Financial Statements - continued
for the Period 1 August 2022 to 31 March 2023**

10. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.8.21 £	Net movement in funds £	At 31.7.22 £
Unrestricted funds			
General fund	14,184	(6,972)	7,212
Restricted funds			
Headspace Project	16,402	(9,411)	6,991
Youth Worker	-	10,000	10,000
	<u>16,402</u>	<u>589</u>	<u>16,991</u>
TOTAL FUNDS	<u>30,586</u>	<u>(6,383)</u>	<u>24,203</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	35,743	(42,715)	(6,972)
Restricted funds			
Headspace Project	7,999	(17,410)	(9,411)
Youth Worker	17,000	(7,000)	10,000
	<u>24,999</u>	<u>(24,410)</u>	<u>589</u>
TOTAL FUNDS	<u>60,742</u>	<u>(67,125)</u>	<u>(6,383)</u>

11. RELATED PARTY DISCLOSURES

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

The Gap (Midlands)

**Detailed Statement of Financial Activities
for the Period 1 August 2022 to 31 March 2023**

	Period 1.8.22 To 31.3.23 £	Year ended 31.7.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations and gifts	13,872	51,006
Income tax recovered	1,997	2,192
Grants	12,088	7,494
Donated goods and facilities	-	40
	<u>27,957</u>	<u>60,732</u>
Investment income		
Deposit account interest	34	10
Total incoming resources	27,991	60,742
EXPENDITURE		
Raising donations and legacies		
Fundraising agents	3,238	5,296
Charitable activities		
Wages	39,345	46,849
Office rent	-	5,512
Venue running costs	1,172	547
Volunteer costs and expenses	973	1,719
Phones and IT	1,343	1,126
Administration and other	1,377	4,660
No description	456	-
Depreciation of tangible fixed assets	384	768
	<u>45,050</u>	<u>61,181</u>
Support costs		
Governance costs		
Independent examination	696	648
Total resources expended	48,984	67,125
Net expenditure	(20,993)	(6,383)

This page does not form part of the statutory financial statements