

COMPANY REGISTRATION NUMBER: 07098916
CHARITY REGISTRATION NUMBER: 1133633

The Whitehaven Foyer
Company Limited by Guarantee
Unaudited Financial Statements
31 December 2021

SAINT & CO
Chartered Accountants
12/13 Church Street
Whitehaven
Cumbria
CA28 7AY

The Whitehaven Foyer
Company Limited by Guarantee
Financial Statements
Year ended 31 December 2021

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The Whitehaven Foyer
Company Limited by Guarantee
Members of the Board and Professional Advisers
Year ended 31 December 2021

Registered charity name	The Whitehaven Foyer
Charity registration number	1133633
Company registration number	07098916
Principal office and registered office	44 Irish Street Whitehaven Cumbria CA28 7BY
Trustees	Mr W Slavin Mr R Norman Mrs J M Smith Mrs C H Eve Ms A J Thorn Mr L K Buss-Blair
Independent Examiner	Ian Scott BA(Hons), FCA, DChA 12/13 Church Street Whitehaven Cumbria CA28 7AY
Bankers	National Westminster Bank Plc 71 Lowther Street Whitehaven Cumbria CA28 7AH

The Whitehaven Foyer

Company Limited by Guarantee

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

Year ended 31 December 2021

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

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

THE TRUSTEES

The Trustees who served the company during the period were as follows:

W Slavin	
C H Eve	
R Norman	
A Oates	(resigned 27 April 2021)
J M Smith	
A J Thorn	
L K Buss-Blair	(appointed 29 June 2021)

CHAIR'S REPORT

While we can look back at the COVID hiatus with a degree of relief and satisfaction, readjusting to a business climate that is less than assured of what lies ahead requires a comprehensive reassessment of the challenges and, most importantly, the opportunities that are emerging. The robust business model, good management and diligent governance that I claimed in last year's report has stood the charity in good stead. We can justly claim to have emerged with a degree of stability that allows us to face the coming year with confidence.

The integration of Impact Housing into Riverside Housing and the appointment of Lee Buss-Blair as a Trustee has allowed for a concerted and more focussed reassessment of our Governance procedures and practices. A renewed impetus and commitment to re-evaluate and re-envision our commitment to our charitable objectives is emerging that will allow us to take full advantage of the opportunities available.

Our young tenants, with the dedicated support of the Riverside support staff, have weathered the storm. However, although the Board is receiving more information on the profile and performance of support, our own future development will be based upon more rigorous data around the needs and aspirations of our young people. The abiding challenge remains how The Whitehaven Foyer, the charity, can enhance the commissioned support provided to the young people in our care.

Our principal tenants, Ove Arup & Partners International (locally referred to as Arup), indicate that they wish to extend their lease and, most encouragingly, have committed to enhance their support for our young people. Like ourselves, they recognize the value of raising aspiration as a critical element of future success in both education and employment. The direct input of such a prestigious multi-national company into the equation offers a dimension that, while exciting, will have to be factored into planning and carefully integrated and nurtured.

Mercifully, our financial model has contributed to the stability mentioned above. Hybrid working is still impacting on room hire from the commercial sector. The uptake by charitable and organisations offering supportive services is encouraging and fits with a long-held ambition to develop the Foyer as a hub for services dedicated to young people. This is clearly a targeted area for development. The shop is providing a much-needed service and, although it is not yet sustainably self-financing, it is providing a training base for apprenticeships utilising the current government initiative.

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

Year ended 31 December 2021

As Chair, I welcome this opportunity to again pay tribute to my colleagues on the Board with a particular thanks to Judy Smith for her conscientious and diligent oversight of our finances; an invaluable contribution. We continue to be indebted, and grateful, to our Manager Shelly Gambles for holding the whole enterprise together through the most demanding period in the country's recent history.

I am confident that the substance of this report will substantiate the optimistic tone that I have set in these introductory remarks and take both pride and pleasure in commending this Annual Report to Howgill Family Centre and Riverside Housing, our member organisations.

AIMS AND OBJECTIVES

Our charity's purpose as set out in the objects contained in the company's Memorandum of Association is:

the relief of poverty, sickness and distress and the advancement of education and training for the benefit of the public, amongst young people in the West Cumbria area by the provision of accommodation, training and support services.

Formed by Howgill Family Centre (a company limited by guarantee and registered charity) and Impact Housing Association (now integrated into The Riverside Group Limited) to purchase, develop and refurbish the former Young Men's Christian Association building in Irish Street, Whitehaven Cumbria, our principal aim is the provision of an integrated facility for young people in West Cumbria by providing safe and secure housing together with support and training. To achieve this, we plan to support young people to re-connect with learning, increase employability skills and improve their health & wellbeing, ensuring young people have the tools they need to take responsibility for their future ensuring lasting personal and social change.

The building of the residential accommodation was completed in 2016 and the newly refurbished Resource Centre was finally completed and handed over to us on 1 March 2017. These two unique buildings provide us with a wonderful facility to meet our primary aim.

We intend to review our aims and objectives regularly, at least on an annual basis, to ensure that we remain focused on our key purpose and that we plan our activities in order to meet our expectations. Our review will cover what we have achieved and the related outcomes, and the success of each key activity and the benefits they have brought to those groups of people we are set up to help.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

DELIVERING PUBLIC BENEFIT

All our charitable activities focus on the provision of facilities and services for the benefit of young people based within our locality and are undertaken to further our charitable purposes for the public benefit. We are committed to providing equal opportunities for those who use our services, regardless of ethnicity, religion, gender, disability and sexual orientation.

Our facilities limit the number of young people we can help. Our main aim is to ensure that our accommodation, services and support are suitable for those who are referred to the facility, and that procedures are in place to ensure the commitment of potential beneficiaries to training or education to enhance the skills required for independence once they leave us. The Riverside Group continues to operate the residential accommodation under a lease, and is committed to fulfilling this objective.

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

Year ended 31 December 2021

ACTIVITIES, ACHIEVEMENTS AND PERFORMANCE

During 2021 the charity's main strategies were:

- Managing the use of our available space to maximise and secure our future income to stabilise our finances.
- Expanding our contact and partner bases and developing our commitment to service community groups and organisations, allied in particular to offering training and enhanced experiences for our residents.
- Continuing to run The Foyer Shop as a service to our wider community, with the help of apprentices and volunteers.
- Undertaking a review and assessment of our governance structure and practices.

It was only in mid-April 2021 that we saw a gradual and carefully managed opening of our Business Centre, following the enforced lockdown due to COVID-19. Since then:

- our shop has continued to develop into a secure and vital service for local residents, selling donated baby and children's second-hand clothing, equipment and toys to a community with increasingly little disposable income. Our thanks are extended to all those who have donated items, and to our apprentice who has developed our customer base using social media.
- room hire bookings have been slow to recover, with many organisations struggling to readjust after COVID-19, but we will continue to encourage use of our facilities.

The accommodation block, comprising 19 self-contained flats continues in the main to be fully occupied. The Riverside Group, under a lease granted in 2016, is responsible for administering and running the accommodation block as a facility for the young people of West Cumbria in accordance with the objectives of The Whitehaven Foyer. During 2020, they were successful in obtaining funding to continue this support for at least the next three years. All residents benefit from planned training and support although, throughout period of the pandemic restrictions, this has been provided at a reduced level on a needs basis only. We have been able to develop links with local partners to provide employability and training activities, including offering young people a range of opportunities to overcome barriers and to support them in achieving their goals and aspirations.

We continue to let two sections of our business centre to organisations who fully support our aims and objectives and are key to our continued success. The Riverside Group continues to operate its offices in our Resource Centre for their support team. Arup occupy part of our Resource Centre and continue to support us with funding and resources.

The board would like to recognise and thank the various organisations who have provided funding for our project as detailed in note 5 to the accounts on page 16.

FINANCIAL REVIEW, RESERVES AND INVESTMENTS

The charity recorded an unrestricted funds surplus for the year of £46,338. Total restricted funds income of £19,750, includes funding that allows for the continued improvement of our operations and facilities. All deficits on restricted funds are covered by accumulated restricted reserves brought forward. At 31st December 2021, the charity had total reserves of £2,517,087, of which £2,365,965 was in restricted funds.

The Board of Trustees has developed a reserves policy which aims is to ensure that sufficient reserves are held to meet the operational needs of the charity and appropriate funds are set aside in designated funds to meet the anticipated future costs of maintaining the premises to heritage standards and replacing major plant and equipment. The Board of Trustees has decided to set aside part of the unrestricted reserve to cover the future replacement of major plant and equipment and have therefore transferred £25,000 (2020: £25,000) into a

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Year ended 31 December 2021

designated fund for this purpose. This leaves the balance of general unrestricted reserves as £76,122.

The delays in completion of the resource building renovation caused a considerable increase in the cost of the project which could not be financed from the existing grant funding or through additional grant funding sources exacerbated by the delay in the ability to generate income from the Resource Centre facility. The charity had to take out a bank loan, secured on the premises, to meet the additional costs and provide adequate cash reserves during the extended phase before the business activities could commence. Repayment of the capital and interest on this loan started in early 2016. The balance on this loan at 31 December 2021 was £85,645.

Most of the charity's funds are to be spent in the short term so there are few funds for investment. The limited funds not immediately required are held on a deposit account to allow for instant access. It is not anticipated that funds will be available for longer term investment, but the Trustees will assess any investment options available should significant funds become available.

PLANS FOR FUTURE PERIODS

Our future plans are based on the continued need to establish financial stability to ensure the aims and objectives of the charity continue to be achieved. We have seen the consolidation of our services and facilities as a valuable resource for the centre of Whitehaven, not only for the residents but also for the businesses and community groups who hire our meeting rooms, and individuals who use our shop.

We aim to implement the strategies we had established for 2020 and 2021, somewhat delayed due to the COVID-19 pandemic. We have a commitment to service community groups and organisations, and where this can be combined with offering training or new experiences to our residents and other young people from our vicinity so much the better. The restrictions resulting from COVID-19 have had an impact on both room bookings and the training offer to our residents and we acknowledge the importance of re-establishing confidence in our health and safety measures once we have reopened.

We plan to continue to run The Foyer Shop as a community facility which is likely to require the development of a team of volunteers, including the provision of practical retail experience for those of our residents who wish to add to their work skills. Following the success of our first apprenticeship appointment under the Kickstart scheme operated by PHX Training, in late January 2021 we employed our second young apprentice for a six-month term. This has provided supervised experience in a retail environment, while offering training in other key areas involved in the operation of any business.

We are aware of the commitment we have to the grant funders of this major project to provide a facility for the young people in West Cumbria and our efforts to maximise our income are geared to providing the funds for ensuring our accommodation is appropriately maintained to achieve this objective.

We will continue to review and assess the governance of the organisation, including monitoring the skills and experience of our Trustees, policies and procedures, and integration of the Charity Code of Governance for Smaller Charities.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Whitehaven Foyer is a company limited by guarantee and the roles and responsibilities are laid down in the Memorandum and Articles of Association dated 8th December 2009. The company was registered as a charity on 21st January 2010.

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

Year ended 31 December 2021

The organisation was established following a joint venture partnership between Impact Housing Association (now integrated into The Riverside Group Limited) and Howgill Family Centre. Together they acquired the original premises in Irish Street, Whitehaven for development as a Foyer. The Riverside Group and Howgill Family Centre are the two Members of the company.

Appointment of Trustees

The Board of Trustees is responsible for the organisation in all respects and is elected by the Members at the Annual General Meeting. Under the Articles of Association there is no maximum number of Trustees and the minimum number is three. During the year, The Riverside Group and Howgill Family Centre have each been represented on the Board of The Whitehaven Foyer by two Trustees nominated by them.

The Trustees carry out their duties on a voluntary basis and receive no financial reward for their time or efforts.

Trustee recruitment, induction and training

Trustees are recruited for their service to The Whitehaven Foyer as volunteers for their skills in the areas identified by the Board as key to the success of the organisation. Trustees are sought in a variety of ways involving exploration of the field of potential candidates, including by recommendation from Members, service users, officers, and from existing Trustees. Potential Trustees are assessed by the current Board.

We aim to ensure that all new Trustees understand their responsibilities to the charity and carry out their duties to the organisation based upon the principals 'Good Governance' and the guidance issued by the Charity Commission for England and Wales.

Organisational structure

The Board of Trustees administers the charity. The Board meets at least six times a year, more often if required. Other task groups of Trustees, co-opted members and officers, may be convened when appropriate and report to the Board. The Foyer Manager carries out the day-to-day operational duties and develops the activities of the charity, and reports to the Board.

Partnership

It is anticipated the charity will operate in partnership with other local organisations to achieve its objectives.

Risk Assessment

The Trustees have a risk management strategy which includes:

- an annual review of the risks facing the charity
- more regular reviews of major risks
- the establishment of systems and procedures to mitigate those risks that have been identified, using National Best Practice Guidance
- the implementation of procedures designed to minimise any potential impact on the charity if any of the risks materialise.

As with any new organisation, financial sustainability has been identified as the most significant financial risk and attention will be focused on monitoring and mitigating any impact at the earliest opportunity, through budgetary control and regular review. The establishment of an appropriate reserves policy that identifies the level of sustainable operational reserves is key to minimising the financial risks and setting aside appropriate funds for future expenditure on our heritage building will assist in ensuring our future.

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

Year ended 31 December 2021

Key management personnel remuneration

The Trustees consider the Board of Trustees and the Foyer Manager as comprising the key management personnel of the charity in charge of directing and controlling the charity and running and operating the charity on a day-to-day basis. All Trustees give their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 26 to the accounts.

The pay of all employees of the charity, including the manager, will be reviewed annually and assessed in accordance with average earnings. The remuneration will also be benchmarked with charities of a similar size and activity to ensure that the remuneration set is fair and not out of line with that generally paid for similar roles.

TRUSTEES' RESPONSIBILITIES STATEMENT

The Trustees (who are also the directors of The Whitehaven Foyer for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). 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 company and the income and expenditure of the company for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

SMALL COMPANY PROVISIONS

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

The trustees' annual report was approved on 22 June 2022 and signed on behalf of the board of trustees by:

Mr W Slavin
Trustee



The Whitehaven Foyer

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of The Whitehaven Foyer

Year ended 31 December 2021

I report to the trustees on my examination of the financial statements of The Whitehaven Foyer ('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.



Ian Scott BA(Hons), FCA, DChA
Independent Examiner

12/13 Church Street
Whitehaven
Cumbria
CA28 7AY

22 June 2022

The Whitehaven Foyer
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 December 2021

		Unrestricted funds	2021 Restricted funds	Total funds	2020 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	8,870	19,565	28,435	36,410
Charitable activities	6	60,223	–	60,223	61,794
Other trading activities	7	8,229	–	8,229	3,105
Investment income	8	37,040	–	37,040	37,975
Other income	9	6,647	185	6,832	5,287
Total income		<u>121,009</u>	<u>19,750</u>	<u>140,759</u>	<u>144,571</u>
Expenditure					
Expenditure on raising funds:					
Investment costs	10	20,019	–	20,019	20,830
Expenditure on charitable activities	11,12	54,652	81,378	136,030	128,730
Total expenditure		<u>74,671</u>	<u>81,378</u>	<u>156,049</u>	<u>149,560</u>
Net expenditure and net movement in funds		<u>46,338</u>	<u>(61,628)</u>	<u>(15,290)</u>	<u>(4,989)</u>
Reconciliation of funds					
Total funds brought forward		104,784	2,427,593	2,532,377	2,537,366
Total funds carried forward		<u>151,122</u>	<u>2,365,965</u>	<u>2,517,087</u>	<u>2,532,377</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 23 form part of these financial statements.

The Whitehaven Foyer
Company Limited by Guarantee
Statement of Financial Position

31 December 2021

	Note	2021 £	2020 £
FIXED ASSETS			
Tangible fixed assets	18	2,354,710	2,403,488
CURRENT ASSETS			
Debtors	19	16,101	7,514
Cash at bank and in hand		271,487	246,674
		<u>287,588</u>	<u>254,188</u>
CREDITORS: amounts falling due within one year	20	<u>(42,516)</u>	<u>(39,569)</u>
NET CURRENT ASSETS		<u>245,072</u>	<u>214,619</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,599,782</u>	<u>2,618,107</u>
CREDITORS: amounts falling due after more than one year	21	<u>(82,695)</u>	<u>(85,730)</u>
NET ASSETS		<u>2,517,087</u>	<u>2,532,377</u>
FUNDS OF THE CHARITY			
Restricted funds		2,365,965	2,427,593
Unrestricted funds		151,122	104,784
Total charity funds	24	<u>2,517,087</u>	<u>2,532,377</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.

The statement of financial position
continues on the following page.

The notes on pages 12 to 23 form part of these financial statements.

The Whitehaven Foyer
Company Limited by Guarantee
Statement of Financial Position *(continued)*

31 December 2021

These financial statements were approved by the board of trustees and authorised for issue on 22 June 2022, and are signed on behalf of the board by:



Mr W Slavin
Trustee

Company Registration Number: 07098916

Charity Registration Number: 1133633

The notes on pages 12 to 23 form part of these financial statements.

The Whitehaven Foyer
Company Limited by Guarantee
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 44 Irish Street, Whitehaven, Cumbria, CA28 7BY.

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)), the Charities Act 2011 and the Companies Act 2006.

3. ACCOUNTING POLICIES

Basis of preparation

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

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

The charity meets the definition of a public benefit entity under FRS102.

Going concern

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

Disclosure exemptions

The charity has taken advantage of the disclosure exemptions permitted by the Charities SORP 2015 (FRS102) regarding inclusion of a Statement of Cash Flows as the Charity is a small charity as defined in Update Bulletin 1 of the Charities SORP (FRS102).

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.

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.

Creditors and provisions

Creditors and provisions 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

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Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 December 2021

3. ACCOUNTING POLICIES *(continued)*

Fund accounting

General funds are unrestricted which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds, which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income and gains are allocated to the appropriate fund.

Incoming resources

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

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably. Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

The Whitehaven Foyer
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Notes to the Financial Statements *(continued)*
Year ended 31 December 2021

3. ACCOUNTING POLICIES *(continued)*

Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Costs of generating funds relate to fundraising costs. Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charity's activities.

Costs in respect of charitable activities relate to those costs incurred to promote the charity's direct objectives.

Support costs include central functions and are allocated to activity cost categories on a basis consistent with the use of resources, e.g. by time spent or other costs by their usage.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

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:

- Freehold land and buildings - Straight line over 50 years
- Fixtures and fittings - Straight line over 10 years
- Office equipment - Straight line over 5 years
- IT equipment - Straight line over 4 years

All items less than £500 will be expensed in the year of purchase.

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.

The Whitehaven Foyer
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 December 2021

3. ACCOUNTING POLICIES (continued)

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

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

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

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

Debt instruments are subsequently measured at amortised cost.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. LIMITED BY GUARANTEE

Every member undertakes, if the company is dissolved while he or she is a member or within 12 months after he or she ceases to be a member, to contribute such sum (not exceeding £10) as may be deemed of him or her towards the payment of the debts and liabilities of the company incurred before he or she ceases to be a member, and of the costs, charges and expenses of winding up, and the adjustment of the rights and of the contributories among themselves.

The Whitehaven Foyer
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 December 2021

5. DONATIONS AND LEGACIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
DONATIONS			
Donations	82	10,000	10,082
Gift Aid	—	—	—
GRANTS			
Whitehaven Town Council	—	—	—
Tudor Trust	—	2,000	2,000
Other grants	—	7,565	7,565
Government grant income	8,788	—	8,788
	<u>8,870</u>	<u>19,565</u>	<u>28,435</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
DONATIONS			
Donations	150	870	1,020
Gift Aid	—	3,008	3,008
GRANTS			
Whitehaven Town Council	—	1,000	1,000
Tudor Trust	—	30,000	30,000
Other grants	—	—	—
Government grant income	1,382	—	1,382
	<u>1,532</u>	<u>34,878</u>	<u>36,410</u>

6. CHARITABLE ACTIVITIES

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Rental income	43,351	43,351	46,139	46,139
Costs recovered from tenants	15,648	15,648	12,338	12,338
Room hire	1,224	1,224	3,317	3,317
	<u>60,223</u>	<u>60,223</u>	<u>61,794</u>	<u>61,794</u>

7. OTHER TRADING ACTIVITIES

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Shop income	8,229	8,229	3,105	3,105

The Whitehaven Foyer
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Notes to the Financial Statements (continued)
Year ended 31 December 2021

8. INVESTMENT INCOME

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Bank interest receivable	21	21	145	145
Rental income	17,000	17,000	17,000	17,000
Costs recovered from tenants	20,019	20,019	20,830	20,830
	<u>37,040</u>	<u>37,040</u>	<u>37,975</u>	<u>37,975</u>

9. OTHER INCOME

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Other income	<u>6,647</u>	<u>185</u>	<u>6,832</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Other income	<u>4,618</u>	<u>669</u>	<u>5,287</u>

10. INVESTMENT COSTS

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Premises costs recharged to tenants	<u>20,019</u>	<u>20,019</u>	<u>20,830</u>	<u>20,830</u>

11. EXPENDITURE ON CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Support costs	<u>54,652</u>	<u>81,378</u>	<u>136,030</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Support costs	<u>43,828</u>	<u>84,902</u>	<u>128,730</u>

12. EXPENDITURE ON CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Support costs	Total funds 2021	Total fund 2020
	£	£	£
Young persons accommodation & associated facilities	<u>136,030</u>	<u>136,030</u>	<u>128,730</u>

The Whitehaven Foyer
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Notes to the Financial Statements (continued)
Year ended 31 December 2021

13. ANALYSIS OF SUPPORT COSTS

	Integrated Service Provision £	Total 2021 £	Total 2020 £
Staff costs	45,774	45,774	36,294
Premises	78,747	78,747	80,502
Communications and IT	2,415	2,415	1,854
General office	5,443	5,443	6,051
Finance costs	3,651	3,651	4,029
	<u>136,030</u>	<u>136,030</u>	<u>128,730</u>

14. NET EXPENDITURE

Net expenditure is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>50,613</u>	<u>50,571</u>

15. INDEPENDENT EXAMINATION FEES

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,700</u>	<u>2,700</u>

16. STAFF COSTS

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

	2021 £	2020 £
Wages and salaries	40,697	31,750
Social security costs	3,304	2,956
Employer contributions to pension plans	1,773	1,588
	<u>45,774</u>	<u>36,294</u>

The average head count of employees during the year was 2 (2020: 1).

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

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £37,167 (2020: £36,294).

17. TRUSTEE REMUNERATION AND EXPENSES

No remuneration was received by trustees in the year.

The Whitehaven Foyer
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Notes to the Financial Statements (continued)
Year ended 31 December 2021

18. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Equipment £	Total £
Cost or valuation				
At 1 January 2021	2,500,000	4,602	608	2,505,210
Additions	—	—	1,835	1,835
At 31 December 2021	2,500,000	4,602	2,443	2,507,045
Depreciation				
At 1 January 2021	100,000	1,388	334	101,722
Charge for the year	50,000	460	153	50,613
At 31 December 2021	150,000	1,848	487	152,335
Carrying amount				
At 31 December 2021	2,350,000	2,754	1,956	2,354,710
At 31 December 2020	2,400,000	3,214	274	2,403,488

Both Howgill Family Centre and Impact Housing Association Ltd (now part of The Riverside Group) have a second charge on the premises 44-45 Irish Street, Whitehaven, ranking equally, which is to be held for a minimum period of 30 years from 15th May 2012 to secure their investment. Cumberland Building Society also have a charge over this property dated 24 March 2016 to secure all monies due to them.

Tangible fixed assets held at valuation

The trustees revalued the freehold property at 31 December 2018. The value was estimated based on projected annual income from the property including service charges. No independent valuer was involved and the trustees consider that they possess the relevant expertise to value the property.

In respect of tangible fixed assets held at valuation, the aggregate cost, depreciation and comparable carrying amount that would have been recognised if the assets had been carried under the historical cost model are as follows:

	Freehold property £
At 31 December 2021	
Aggregate cost	3,372,195
Aggregate depreciation	(326,059)
Carrying value	3,046,136
At 31 December 2020	
Aggregate cost	3,372,195
Aggregate depreciation	(258,615)
Carrying value	3,113,580

The Whitehaven Foyer
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Notes to the Financial Statements (continued)
Year ended 31 December 2021

19. DEBTORS

	2021	2020
	£	£
Trade debtors	13,542	2,659
Prepayments and accrued income	2,559	4,779
Other debtors	–	76
	<u>16,101</u>	<u>7,514</u>

20. CREDITORS: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	2,950	2,850
Trade creditors	3,591	3,797
Accruals and deferred income	30,181	28,101
Social security and other taxes	1,263	520
Pension creditor	305	271
Other creditors	4,226	4,030
	<u>42,516</u>	<u>39,569</u>

21. CREDITORS: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	<u>82,695</u>	<u>85,730</u>

Included within creditors: amounts falling due after more than one year is an amount of £69,584 (2020: £72,879) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

The mortgage is conducted on a monthly repayment basis with interest being charged at a variable rate of 4.58%, discounted by 0.74% for years 1 to 3 of the new repayment basis agreed from 1 March 2021. The mortgage is secured by way of a charge dated 24 March 2016 over 44-45 Irish Street, Whitehaven, and a floating debenture over the Whitehaven Foyer.

22. PENSIONS AND OTHER POST RETIREMENT BENEFITS

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,773 (2020: £1,588).

The Whitehaven Foyer
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Notes to the Financial Statements (continued)
Year ended 31 December 2021

23. GOVERNMENT GRANTS

The amounts recognised in the financial statements for government grants are as follows:

	2021	2020
	£	£
Recognised in income from donations and legacies:		
Government grants income – Covid-19 funding	<u>8,788</u>	<u>1,382</u>

24. ANALYSIS OF CHARITABLE FUNDS

Unrestricted funds

	At 1 January 2021	Income £	Expenditure £	Transfers £	At 31 December 2021 £
General funds	54,784	121,009	(74,671)	(25,000)	76,122
Capital Equipment Replacement Fund	50,000	–	–	25,000	75,000
	<u>104,784</u>	<u>121,009</u>	<u>(74,671)</u>	<u>–</u>	<u>151,122</u>

	At 1 January 2020	Income £	Expenditure £	Transfers £	At 31 December 2020 £
General funds	35,418	109,024	(64,658)	(25,000)	54,784
Capital Equipment Replacement Fund	25,000	–	–	25,000	50,000
	<u>60,418</u>	<u>109,024</u>	<u>(64,658)</u>	<u>–</u>	<u>104,784</u>

The capital equipment replacement fund is funds earmarked by the trustees for the future replacement of major plant and equipment.

The Whitehaven Foyer
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 December 2021

24. ANALYSIS OF CHARITABLE FUNDS *(continued)*

Restricted funds

	At 1 January 2021 £	Income £	Expenditure £	Transfers £	At 31 December 2021 £
Property Development Fund	2,400,000	–	(50,000)	–	2,350,000
Service Provision	27,593	19,750	(31,378)	–	15,965
	<u>2,427,593</u>	<u>19,750</u>	<u>(81,378)</u>	<u>–</u>	<u>2,365,965</u>

	At 1 January 2020 £	Income £	Expenditure £	Transfers £	At 31 December 2020 £
Property Development Fund	2,450,000	–	(50,000)	–	2,400,000
Service Provision	26,948	35,547	(34,902)	–	27,593
	<u>2,476,948</u>	<u>35,547</u>	<u>(84,902)</u>	<u>–</u>	<u>2,427,593</u>

The property development fund is for the construction of the Foyer Building, and includes capital grants received from Howgill Family Centre and Impact Housing Association Limited (now part of The Riverside Group). The service provision fund is for general activities.

25. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	2,476	2,352,234	2,354,710
Current assets	269,937	17,651	287,588
Creditors less than 1 year	(38,596)	(3,920)	(42,516)
Creditors greater than 1 year	(82,695)	–	(82,695)
Net assets	<u>151,122</u>	<u>2,365,965</u>	<u>2,517,087</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	840	2,402,648	2,403,488
Current assets	225,343	28,845	254,188
Creditors less than 1 year	(35,669)	(3,900)	(39,569)
Creditors greater than 1 year	(85,730)	–	(85,730)
Net assets	<u>104,784</u>	<u>2,427,593</u>	<u>2,532,377</u>

The Whitehaven Foyer
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 December 2021

26. RELATED PARTIES

Trustees Ms A Thorn and Mr L Buss-Blair were employed by The Riverside Group. Impact Housing Association (now part of Riverside) entered into a lease with the charity to operate the residential accommodation building as a facility for young people in accordance with the charity's objectives, for which they pay a market rent. Total income for the year, including rent, service charges and cost recharges amounted to £59,551 (2020: 56,574). Riverside owed the charity £12,207 at 31 December 2021 in relation to this income (2020: £1,854).