

Charity registration number 1133633

Company registration number 07098916 (England and Wales)

THE WHITEHAVEN FOYER
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

THE WHITEHAVEN FOYER

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr W Slavin	
	Mrs C H Eve	
	Ms S L Nicholson	(Appointed 30 January 2023)
	Mr R Norman	
	Ms A J Thorn	
Senior management	Mrs S Gambles	Manager
Charity number	1133633	
Company number	07098916	
Registered and principal office	44 Irish Street Whitehaven Cumbria CA28 7BY	
Independent examiner	Ian Scott BA(Hons), FCA, DChA Saint & Co Chartered Accountants 12/13 Church Street Whitehaven Cumbria CA28 7AY	
Bankers	National Westminster Bank Plc 71 Lowther Street Whitehaven Cumbria CA28 7AH	

THE WHITEHAVEN FOYER

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THE WHITEHAVEN FOYER
CHAIR'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023

In my report last year, I alluded to how we were placed to capitalise on opportunities to improve and advance our service 'when a more conducive climate emerges.'

Whether the country has experienced a recession or not, the effects of seriously curtailed public service investment over a protracted period of time has created a hiatus or impasse effect that has filtered down to the voluntary sector. Calibrated alongside increasing costs rising from inflationary pressures, consolidation has become a laudable objective. However, what we can claim unequivocally is that we have been able to maintain a quality service for our young people, for our tenants and for the wider community.

While it is premature to claim that the green shoots of an economic recovery are showing, the socio-political outlook, the advent of a Unitary Local Authority, with a stated commitment to reforming services for children and young people, is encouraging. The early engagement of our colleagues from Riverside Housing with the Leadership of the Local authority bodes well for longer term collaboration and support. The proximity of the innovatory Family Hub on the Harbour opens up further collaborative opportunities.

The Board congratulate Riverside on obtaining 93.8% on their internal audit which was carried out in readiness for their Ofsted Inspection. This is both a testament to the quality of the support and care for our young tenants but also very reassuring evidence of a robust internal evaluation process.

Whether there is a change of government in the coming months or not, I am confident that what we are seeing in Cumberland, bears the mark of what a reforming government would endorse and replicate at a national level. The Family Hub initiative, for which Cumberland is a pilot authority, is an initiative of the present government and is being monitored with a view to rolling out at a national level. Finding solutions at a local level for young people in need is an absolute priority whatever the colour of the government.

Developing effective governance, one of the strategic objectives identified last year, has continued through the implementation of the key objectives identified last year. I remain indebted to my fellow Board members who have given their time and impressive array of skills to securing robust leadership in support of our very able and committed Manager.

We are confident that anticipated changes of personnel on the Board will bring other skills and additional expertise. The promise of collaboration with a major locally based company, for the direct benefit of our young people, will also contribute to our long held ambition to offer an outreach service to other young people.

The attached accounts will testify to the smooth transition of the management of our finances to an external provider working closely with Shelly our manager. A special word of thanks to Shelly for taking on this added responsibility and for accepting the challenge to add new skills to her already considerable portfolio.

With the support of my very able and committed Board members and our ever alert Manager, I am confident that The Whitehaven Foyer is well placed to capitalise on any opportunities that will emerge in the coming year.

My sincerest thanks to all concerned.

Mr W Slavin
Chair

THE WHITEHAVEN FOYER

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their annual report and financial statements for the year ended 31 December 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "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

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 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

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. 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.

THE WHITEHAVEN FOYER

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

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.

Achievements and performance

During 2023 the charity's main strategies were:

- The transfer of the financial administration function from Trustee to the Foyer Manager with support from accountants.
- Managing the use of our available space to maximise and secure our future income to stabilise our finances, particularly in attracting outside organisations in the use of our meeting spaces and negotiating new rent agreements with tenants who are out of lease.
- Developing funding bids to facilitate the delivery of a much needed counselling programme for residents.
- 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 and recruiting new Trustees to fill vacancies.

Even though every effort has been made to promote the Business Centre our meetings rooms are still not achieving the level of income seen prior to the Covid pandemic. We have however started to see some improvement in the latter part of the year with some long term bookings and will continue to promote and engage with local businesses and community groups through networking and social media channels.

Shop takings were down on the previous year and although income is still not sufficient to cover all running costs, the Trustees see the vital service it provides to a community with increasingly little disposable income and have therefore agreed to subsidise the operational costs for at least another 12 months.

The accommodation block, comprising 19 self-contained flats continues 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. All residents benefit from planned training and support and we 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 on a 10 year lease which had a 5 year break option, this expired in December 2022 and therefore Arup will remain at The Whitehaven Foyer for at least another 4 years. Our relationship with our tenants continues to grow and they continue to support us with funding and resources. Arup also provided some of our young people with work placement opportunities in their London Office and they have expressed an interest in developing this and other training opportunities in the coming year.

THE WHITEHAVEN FOYER

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Financial review, reserves and investments

The charity recorded an unrestricted funds surplus for the year of £7,234. Total restricted funds income of £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 2023, the charity had total reserves of £2,445,921, of which £2,269,337 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 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 2023 was £81,108. Given the increases in interest rates, Trustees have expressed an interest in paying off this loan early should funds allow.

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 continue to implement the strategies of the organisation and a business plan has been developed around these;

- Harnessing **charitable status** to access funding and enhance reputation;
- Remaining **financially viable**;
- Enhancing strong **governance** through an effective Board;
- Delivering value added resources via **community assets**;
- Strengthening **relationships** with all key stakeholders.

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.

THE WHITEHAVEN FOYER

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Structure, governance and management

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.

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.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr W Slavin

Mrs C H Eve

Ms S L Nicholson

(Appointed 30 January 2023)

Mr R Norman

Ms A J Thorn

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.

THE WHITEHAVEN FOYER

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

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.

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 notes 13 and 25 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.

THE WHITEHAVEN FOYER

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Trustees' responsibilities statement

The trustees, who are also the directors of The Whitehaven Foyer for the purpose 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).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

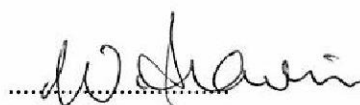
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and accounting estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity 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 charity 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 small companies exemption.

The trustees' report was approved by the Board of Trustees.



Mr W Slavin
trustee

Date: 28/5/2024

THE WHITEHAVEN FOYER

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE WHITEHAVEN FOYER

I report to the trustees on my examination of the financial statements of The Whitehaven Foyer (the charity) for the year ended 31 December 2023.

Responsibilities and basis of report

As the trustees of the charity (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 financial statements of the charity 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 financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable 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 that in any material respect:

- 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 financial statements to be reached.



Ian Scott BA(Hons), FCA, DChA

Saint & Co Chartered Accountants
12/13 Church Street
Whitehaven
Cumbria
CA28 7AY

Dated: 28/05/2024

THE WHITEHAVEN FOYER

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Notes							
Income and endowments from:							
Donations and legacies	3	34	750	784	541	24,918	25,459
Charitable activities	4	65,628	-	65,628	61,440	-	61,440
Other trading activities	5	8,445	-	8,445	10,910	-	10,910
Investments	6	57,707	-	57,707	40,971	-	40,971
Other income	7	7,172	-	7,172	5,895	117	6,012
Total income		138,986	750	139,736	119,757	25,035	144,792
Expenditure on:							
Raising funds	8	30,757	-	30,757	23,511	-	23,511
Charitable activities	9 & 10	100,995	52,681	153,676	78,042	69,708	147,750
Total expenditure		131,752	52,681	184,433	101,553	69,708	171,261
Net income/(expenditure)		7,234	(51,931)	(44,697)	18,204	(44,673)	(26,469)
Transfers between funds							
		24	(24)	-	-	-	-
Net movement in funds	11	7,258	(51,955)	(44,697)	18,204	(44,673)	(26,469)
Reconciliation of funds:							
Fund balances at 1 January 2023		169,326	2,321,292	2,490,618	151,122	2,365,965	2,517,087
Fund balances at 31 December 2023		176,584	2,269,337	2,445,921	169,326	2,321,292	2,490,618

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 25 form part of these financial statements.

THE WHITEHAVEN FOYER

BALANCE SHEET

AS AT 31 DECEMBER 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	16		2,252,904		2,303,761
Current assets					
Debtors	17	17,730		21,234	
Cash at bank and in hand		302,262		285,145	
		<u>319,992</u>		<u>306,379</u>	
Creditors: amounts falling due within one year	19	47,744		38,654	
Net current assets			<u>272,248</u>		<u>267,725</u>
Total assets less current liabilities			<u>2,525,152</u>		<u>2,571,486</u>
Creditors: amounts falling due after more than one year	20		<u>(79,231)</u>		<u>(80,868)</u>
Net assets			<u><u>2,445,921</u></u>		<u><u>2,490,618</u></u>
The funds of the charity					
Restricted income funds	22		2,269,337		2,321,292
Unrestricted funds			<u>176,584</u>		<u>169,326</u>
			<u><u>2,445,921</u></u>		<u><u>2,490,618</u></u>

The notes on pages 12 to 25 form part of these financial statements.

THE WHITEHAVEN FOYER

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2023


The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2023.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

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

The financial statements were approved by the trustees on28/5/2024.....

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Mr W Slavin

Trustee

Company registration number 07098916 (England and Wales)

THE WHITEHAVEN FOYER

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

1 Accounting policies

Charity information

The Whitehaven Foyer is a private company limited by guarantee incorporated in England and Wales. The registered office is 44 Irish Street, Whitehaven, Cumbria, CA28 7BY.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

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 subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

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.

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.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

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

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

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

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

3 Income from donations and legacies

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	34	-	34	541	750	1,291
Other grants	-	750	750	-	24,168	24,168
	<u>34</u>	<u>750</u>	<u>784</u>	<u>541</u>	<u>24,918</u>	<u>25,459</u>

4 Income from charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Integrated service provision		
Sale of goods	-	-
Costs recovered from tenants	12,755	12,465
Charitable rental income	48,331	46,267
Room hire	4,542	2,708
	<u>65,628</u>	<u>61,440</u>

5 Income from other trading activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Shop income	<u>8,445</u>	<u>10,910</u>

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

6 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Rental income	24,000	17,000
Costs recovered from tenants	31,144	23,511
Interest receivable	2,563	460
	<u>57,707</u>	<u>40,971</u>

7 Other income

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Other income	<u>7,172</u>	<u>-</u>	<u>7,172</u>	<u>5,895</u>	<u>117</u>	<u>6,012</u>

8 Investment costs

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Premises costs recharged to tenants	<u>30,757</u>	<u>23,511</u>

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

9 Expenditure on charitable activities

	Integrated service provision 2023 £	Integrated service provision 2022 £
Share of support and governance costs (see note 10)		
Support	146,421	142,825
Governance	7,255	4,925
	<u>153,676</u>	<u>147,750</u>
Analysis by fund		
Unrestricted funds	100,995	78,042
Restricted funds	52,681	69,708
	<u>153,676</u>	<u>147,750</u>

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

10 Support costs allocated to activities

	2023	2022
	£	£
Staff costs	55,881	50,000
Depreciation	50,857	50,949
Rates and water	5,609	4,917
Light and heat	9,228	8,480
Repairs and maintenance	3,040	3,412
Insurance	5,279	4,588
Telephone and internet	947	1,203
Bank charges and interest	6,893	4,001
Sundry expenses	4,891	10,991
IT equipment and support	1,189	646
Cleaning and refuse	2,592	2,658
Training and staff costs	15	980
Governance costs	7,255	4,925
	<u>153,676</u>	<u>147,750</u>
Analysed between:		
Integrated service provision	<u>153,676</u>	<u>147,750</u>

11 Net movement in funds

	2023	2022
	£	£
Net movement in funds is stated after charging/(crediting)		
Depreciation of owned tangible fixed assets	<u>50,857</u>	<u>50,949</u>

12 Independent examiner's fees

Fees payable to the charity's independent examiner:	2023	2022
	£	£
For other services		
Independent examination of the financial statements	3,250	2,750
All other non-audit services	3,019	-
	<u>6,269</u>	<u>2,750</u>

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

13 Trustees

None of the trustees (or any persons connected with them) received any remuneration or reimbursement of expenses from the charity during the year.

14 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	2	3
	<u>2</u>	<u>3</u>
Employment costs	2023	2022
	£	£
Wages and salaries	49,697	44,776
Social security costs	4,091	3,534
Other pension costs	2,093	1,690
	<u>55,881</u>	<u>50,000</u>
	<u>55,881</u>	<u>50,000</u>

There were no employees whose annual remuneration was more than £60,000.

Remuneration of 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 £39,903 (2022: £37,298).

15 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

16 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Office equipment £	Total £
Cost or valuation				
At 1 January 2023	2,500,000	4,602	2,443	2,507,045
At 31 December 2023	2,500,000	4,602	2,443	2,507,045
Depreciation and impairment				
At 1 January 2023	200,000	2,309	975	203,284
Depreciation charged in the year	50,000	460	397	50,857
At 31 December 2023	250,000	2,769	1,372	254,141
Carrying amount				
At 31 December 2023	2,250,000	1,833	1,071	2,252,904
At 31 December 2022	2,300,000	2,294	1,467	2,303,761

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, if the assets were carried under the historic cost model the aggregate cost would be £3,372,195, accumulated depreciation would be £460,947 and the carrying amount at 31 December 2023 would be £2,911,248.

Both Howgill Family Centre and The Riverside Group Limited 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.

17 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	15,230	17,978
Prepayments and accrued income	2,500	3,256
	<u>17,730</u>	<u>21,234</u>

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

18 Loans and overdrafts

	2023 £	2022 £
Bank loans	81,107	83,087
Payable within one year	1,876	2,219
Payable after one year	79,231	80,868
Amounts included above which fall due after five years:		
Payable by instalments	(69,587)	(70,207)

The mortgage is conducted on a monthly repayment basis with interest being charged at a variable rate of 4.58% over the Bank of England base rate, 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.

19 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	18	1,876	2,219
Other taxation and social security		2,459	385
Trade creditors		5,702	2,813
Other creditors		3,900	3,900
Accruals and deferred income		33,807	29,337
		47,744	38,654

Accruals and deferred income above includes £26,862 (2022: £24,262) deferred income for rent, service charges and costs recharged to tenants invoiced in advance at the year end. The amount of deferred income brought forward released during the year was £24,262.

20 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	18	79,231	80,868

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

21 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £2,093 (2022 - £1,690).

22 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

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.

	At 1 January 2023	Incoming resources	Resources expended	Transfers	At 31 December 2023
	£	£	£	£	£
Property development fund	2,300,000	-	(50,000)	-	2,250,000
Service provision	21,292	750	(2,681)	(24)	19,337
	<u>2,321,292</u>	<u>750</u>	<u>(52,681)</u>	<u>(24)</u>	<u>2,269,337</u>
Previous year:	At 1 January 2022	Incoming resources	Resources expended	Transfers	At 31 December 2022
	£	£	£	£	£
Property development fund	2,350,000	-	(50,000)	-	2,300,000
Service provision	15,965	25,035	(19,708)	-	21,292
	<u>2,365,965</u>	<u>25,035</u>	<u>(69,708)</u>	<u>-</u>	<u>2,321,292</u>

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

23 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used.

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

	At 1 January 2023	Incoming resources	Resources expended	Transfers	At 31 December 2023
	£	£	£	£	£
Capital equipment replacement fund	75,000	-	-	-	75,000
General funds	94,326	138,986	(131,752)	24	101,584
	<u>169,326</u>	<u>138,986</u>	<u>(131,752)</u>	<u>24</u>	<u>176,584</u>

Previous year:	At 1 January 2022	Incoming resources	Resources expended	Transfers	At 31 December 2022
	£	£	£	£	£
Capital equipment replacement fund	75,000	-	-	-	75,000
General funds	76,122	119,757	(101,553)	-	94,326
	<u>151,122</u>	<u>119,757</u>	<u>(101,553)</u>	<u>-</u>	<u>169,326</u>

24 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Fund balances at 31 December 2023 are represented by:			
Tangible assets	1,407	2,251,497	2,252,904
Current assets/(liabilities)	254,408	17,840	272,248
Long term liabilities	(79,231)	-	(79,231)
	<u>176,584</u>	<u>2,269,337</u>	<u>2,445,921</u>

THE WHITEHAVEN FOYER

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

24 Analysis of net assets between funds

(Continued)

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Fund balances at 31 December 2022 are represented by:			
Tangible assets	1,941	2,301,820	2,303,761
Current assets/(liabilities)	248,253	19,472	267,725
Long term liabilities	(80,868)	-	(80,868)
	<u>169,326</u>	<u>2,321,292</u>	<u>2,490,618</u>

25 Related party transactions

Transactions with related parties

Trustees Ms A Thorn and Ms S Nicholson are employed by The Riverside Group. Riverside are engaged in 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 £61,108 (2022: 64,754). Riverside owed the charity £12,117 at 31 December 2023 in relation to this income (2022: £13,167).