

Charity registration number 1135959

Company registration number 02720382 (England and Wales)

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr WJ Tovey Mr M Caveney Mr JM Anthony Mrs M Whitehead Mr NC Hornsby Mr M Hodgson
Charity number	1135959
Company number	02720382
Registered office	Palace Hub 28-29 Esplanade Redcar North Yorkshire TS10 3AE
Independent examiner	Davies Tracey Swan House Westpoint Road Teesdale Business Park Stockton on Tees TS17 6BP
Bankers	Virgin Money 7 Linthorpe Road Middlesbrough TS1 1RF

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

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REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 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 Memorandum and Articles of Association, 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

The principal object of the charitable company during the year under review was that of the provision of charitable activities for the benefit of the community in the Borough of Redcar and Cleveland.

Public benefit

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit.

Volunteers

The charity is very involved in the community and relies on voluntary help, and we wish to thank our friends for their loyal support and service.

Achievements and performance

This period has been one of the most challenging in the charity's history and began with the receipt of a disclosure under the charity's whistleblowing policy, which brought to the trustees' attention serious concerns about the CEOs conduct in relation to his work at both the charity and of the work he had been undertaking at the charity's expense for RCVDA Community Housing CIC. Following a preliminary investigation and with the support of legal counsel, the charity decided there were grounds to suspect gross misconduct and moved on 3 May 2022 to suspend the then CEO from his role, on full pay, and then commissioned an independent investigator to undertake an impartial investigation into the allegations. The trustees then made the necessary notices to the charity's regulators, declaring the suspension to the Financial Conduct Authority and declaring a serious incident to the Charity Commission.

The whistleblowing report substantiated the trustees' suspicion that the CEO had impeded communication between themselves and the directors of the CIC and as the allegations levelled against him related to both his conduct at the charity, his considerable work at the charity's expense for the CIC, as well as concerns emanating from the flow of funds between both entities, the trustees disclosed the whistleblowing report to the directors of the CIC in order that they be able to undertake appropriate action, including making all necessary declarations to the Social Housing Regulator and to Homes England, their primary funder. Once lines of communication had been established between the boards a positive working relationship developed over the course of the year as the trustees and directors worked together to ensure that all parties co-operated with the independent investigation into the CEOs conduct.

Whilst the independent investigation was underway the trustees acted to ensure the stability of the charity and appointed the Director of Operations & Governance and the Director of Finance, supported by the long-standing Operations Manager to undertake the day-to-day operations of the charity. Recognising the inherent uncertainty that the impact of these circumstances had upon the charity's employees, the trustees, led by the chair, became over the course of the year a much more visible part of the daily activity of the charity. The board also sought to undertake a broad staffing review of the charity to understand the toxic culture highlighted by the whistleblowing report and trustees met with each member of staff on a one-to-one basis to provide a safe space in which problems could be aired, and solutions could be collectively sought.

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

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

FOR THE YEAR ENDED 31 MARCH 2023

At the end of June, Jane Neal, our Finance Director departed for a senior role in the Civil Service. The board would like to formally record their thanks to Jane for her continued support over the remaining course of the financial year as an independent consultant, which provided continuity and stability after her departure. Shortly thereafter on 15th July 2022 the CEO resigned with one-weeks' notice, thereby bringing the disciplinary process to a close. The trustees held a meeting of fact to consider the independent report of the investigator and concluded that the CEO would have been dismissed on the grounds of gross misconduct based on the facts presented. Following the CEO's departure and the outcome of the staffing review, the trustees advertised the role of interim CEO within the organisation. Three applications were received, and Peter Neal was successfully appointed on 10th October 2022 on temporary basis.

By the end of June, the situation with the CIC had become untenable and the Social Housing Regulator intervened to secure the long-term future of the social housing provision it had charge of. The first matter to be settled was a contract delivered on behalf of the local authority, which was not renewed by mutual agreement, and the twelve staff associated with the project were transferred under TUPE to the new social enterprise that succeeded the CIC in delivery, safeguarding 12 jobs. Shortly thereafter an agreement was reached with Home Group PLC to take-over the assets of the CIC including the running of the sober home at Cromwell House in South Bank, which saw 1 job safeguarded and 1 unfortunately lost to redundancy; and by agreeing to complete the troubled Angela's House build in Brotton. As part of the purchase agreement all creditors, including the charity, were made to be whole by the end of the year.

It is almost inevitable that when an organisation goes through such a prolonged period of crisis that there is a loss of staff, and four more staff members would depart before the end of the year. Whilst the loss of the long-term institutional knowledge in this process has been regrettable, the trustees recognise that this, along with the cessation of our delivery of the infrastructure contract for the local authority, provides the opportunity for the charity to refocus and rethink how it is and will be delivering its offer to the broader sector over the coming years. The commencement of the Building our Futures programme in September represents a new model of partnership with the local authority, funded by the private sector and a successful recruitment of a careers specialist to deliver this programme has added a range of skills and experience previously missing from the charity and delivery was exceeding expectations by the end of the year.

The trustees recognise that whilst the focus of the charity has been largely inwards over the course of the year, as they have focused on remedying the defects discovered and supporting the interim CEO to make the necessary changes to the culture of the organisation, as we look forward to the next financial year, having agreed to extend the interim contract of our CEO there is the beginning of green shoots and new thinking. The charity is particularly proud of the burgeoning relationship that has been forged with Teesside University, noting that the Advanced Practice Masters Internship Programme has brought new thinking, a data focused approach and a diversity of thought to how we define, count, and speak to the stories of the charities, groups and volunteers that make up the rich and varied landscape of the sector across Redcar and Cleveland.

Finally, despite the extremely challenging circumstances, the trustees want to showcase the excellent work that has otherwise been delivered by the charity's staff, which includes:

- Supported groups seeking volunteers
- Referred residents to voluntary organisations
- Provided support and mentoring to volunteers in leadership roles
- Celebrate the success and impact of volunteers through the Volunteer Awards
- Supported groups to develop and strengthen their governance structures
- Promoted awareness of and supported best practice in approaches to safeguarding
- Liaised with Public Sector Organisations on behalf of individuals and groups
- Worked in partnership with the sector to support the development of bids
- Worked with the TVCA to deliver the Tees Valley Wheels 2 Work scheme
- Worked with the local authority to deliver the Building our Futures programme
- Worked with VONNE in the delivery of the LARCH programme
- Completed the delivery of the Step Forward Tees Valley programme in partnership with Humankind

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

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

FOR THE YEAR ENDED 31 MARCH 2023

Programme

We continue to work closely with Tees Valley Rural Action in the rural parts of East Cleveland, with Middlesbrough Voluntary Development Agency across the South Tees and with the Tees Valley Infrastructure Partnership across the Tees Valley to ensure the needs of those most marginalized across are provided with an assertive voice that will championing their needs.

Financial review

Total income during the year increased to £625,843 and the charity incurred net expenditure during the year of £75,932. All funds and resources allocated to RCVDA, have been used for the sole purpose of the organisation in-line with the Objectives as set out in the Charities Memorandum of Articles. The movements of the funds are described in the statements of financial activities, which highlight spend that is restricted and unrestricted, total funds carried forward are £183,286.

Reserves policy

The Executive Committee of Redcar and Cleveland Voluntary Development Agency are working towards the policy of having sufficient reserves to be able to cover six months' operational costs. At 31 March 2023 the charity's free reserves amounted to £102,266, equivalent to approximately 8 weeks' operational costs.

Plans for future periods

The trustees remain committed to support the interim CEO and staff so that they can continue to address the shortcomings that have been identified over the course of this year, whilst working closely with the directors of the CIC in order to ensure a free flow of information between the two bodies so that valid questions raised by concerned parties will be addressed in the fullness of time. With the return of funds from the CIC to the charity in late 2022, the charity is now in a stronger financial position to be able to deliver on its charitable purpose.

Structure, governance and management

Redcar and Cleveland Development Agency (RCVDA) was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by the articles of association. RCVDA is also a registered Charity in England and Wales.

Governing Body

The charitable company has an Executive Committee in accordance with its Articles of Association, who are required to serve as members of the charitable company, The executive committee is made up of Trustees who are elected by the members. Each Trustee is required to meet specifications concerning eligibility, personal competence, specialist skills and local availability.

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 WJ Tovey
Mr M Caveney
Mr JM Anthony
Mrs M Whitehead
Mr NC Hornsby
Miss VL Putson
Mr M Hodgson
Mrs ML Mitchell

(Resigned 30 August 2023)

(Resigned 10 November 2023)

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

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

FOR THE YEAR ENDED 31 MARCH 2023

Organisational structure and liability of executives

The charitable company has an Executive Committee in accordance with its Articles of Association.

The executives of the charitable company during the year have guaranteed the liability of the charitable company up to the maximum of £1 each.

Trustee induction and training

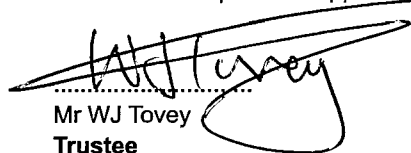
New trustees are inducted into the working environment of the charity, and also of the company as a registered charity, including trustees' policy and procedures.

Risk management

The Executive Committee has from time to time conducted its own review of the major strategic, business and operational risk to which the charitable company is exposed. The Executive Committee confirms that the systems have been established to monitor and control these risks to mitigate any impact that they may have on the charitable company.

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

The trustees' report was approved by the Board of Trustees and signed on its behalf by:


.....
Mr WJ Tovey
Trustee

Date: 28/12/2023
.....

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

I report to the trustees on my examination of the financial statements of Redcar and Cleveland Voluntary Development Agency (the charity) for the year ended 31 March 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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, which is one of the listed bodies.

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.



Craig McBride

FCA

Davies Tracey

Chartered Accountants and Business Advisers

Swan House

Westpoint Road

Teesdale Business Park

Stockton on Tees

TS17 6BP

Dated: 20/12/2023

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income from:							
<u>Charitable activities</u>							
Contracts for operational programmes	2	207,003	418,840	625,843	57,682	826,014	883,696
Expenditure on:							
<u>Charitable activities</u>							
Contracts for operational programmes	3	211,120	490,655	701,775	132,266	639,963	772,229
Total charitable expenditure		211,120	490,655	701,775	132,266	639,963	772,229
Net (outgoing)/incoming resources before transfers		(4,117)	(71,815)	(75,932)	(74,584)	186,051	111,467
Gross transfers between funds		42,495	(42,495)	-	(9,289)	9,289	-
Net income/(expenditure) for the year/							
Net movement in funds		38,378	(114,310)	(75,932)	(83,873)	195,340	111,467
Fund balances at 1 April 2022		(28,808)	288,026	259,218	55,065	92,686	147,751
Fund balances at 31 March 2023		9,570	173,716	183,286	(28,808)	288,026	259,218

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	7		187,556		231,639
Current assets					
Debtors	8	84,785		340,592	
Cash at bank and in hand		230,740		189,124	
		<u>315,525</u>		<u>529,716</u>	
Creditors: amounts falling due within one year	10	<u>(199,425)</u>		<u>(326,211)</u>	
Net current assets			116,100		203,505
Total assets less current liabilities			303,656		435,144
Creditors: amounts falling due after more than one year	11		(120,370)		(175,926)
Net assets			<u>183,286</u>		<u>259,218</u>
Income funds					
Restricted funds	13		173,716		288,026
Unrestricted funds			9,570		(28,808)
			<u>183,286</u>		<u>259,218</u>

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 March 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 on 20/12/2023

Mr WJ Tovey
Trustee

Company registration number 02720382

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from operations	18		182,292		277,276
Investing activities					
Purchase of tangible fixed assets		(85,120)		(310,933)	
Proceeds from disposal of tangible fixed assets		-		12,557	
Provision of short term funding		-		(150,932)	
Net cash used in investing activities			(85,120)		(449,308)
Financing activities					
Proceeds from new bank loans		-		250,000	
Repayment of bank loans		(55,556)		(18,518)	
Net cash (used in)/generated from financing activities			(55,556)		231,482
Net increase in cash and cash equivalents			41,616		59,450
Cash and cash equivalents at beginning of year			189,124		129,674
Cash and cash equivalents at end of year			230,740		189,124

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

Redcar and Cleveland Voluntary Development Agency is a private company limited by guarantee incorporated in England and Wales. The registered office is Palace Hub, 28-29 Esplanade, Redcar, North Yorkshire, TS10 3AE.

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 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. 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.

Restricted funds are subject to specific conditions by donors 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.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

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.

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.

Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

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.

Irrecoverable VAT is charged as a cost in the Statement of Financial Activities.

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:

Scooters and ebikes	33% on cost and 25% on cost
Computer equipment	25% on cost
Motor vehicles	25% on cost

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.

1.7 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.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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.

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

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.

1.8 Taxation

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

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

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

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

2 Charitable activities

	Contracts for operational programmes 2023 £	Contracts for operational programmes 2022 £
Contracts for operational programmes	625,843	883,696
Analysis by fund		
Unrestricted funds	207,003	57,682
Restricted funds	418,840	826,014
	625,843	883,696
Tees Valley Combined Authority - Wheels 2 Work	250,624	380,751
TEWV	-	198,615
Redcar & Cleveland BC	-	163,568
Anglo-American Foundation	-	40,000
Sport England	-	27,950
Middlesbrough BC	-	15,000
New College Durham	123,677	-
Doggerbank Foundation	100,000	-
Woodsmith Foundation	4,000	-
Humankind	25,166	-
Other	122,376	57,812
	625,843	883,696

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

3 Charitable activities

	Contracts for operational programmes 2023 £	Contracts for operational programmes 2022 £
Staff costs	347,285	439,112
Depreciation and impairment	129,203	82,695
Other office costs	221,002	242,761
Loss on disposal of tangible fixed assets	-	5,561
	<u>697,490</u>	<u>770,129</u>
Share of governance costs (see note 4)	4,285	2,100
	<u>701,775</u>	<u>772,229</u>
Analysis by fund		
Unrestricted funds	211,120	132,266
Restricted funds	490,655	639,963
	<u>701,775</u>	<u>772,229</u>

4 Support costs

	Support costs £	Governance costs £	2023 £	2022 £
Independent examination of charity's financial statements	-	1,075	1,075	1,000
Other non-Independent Examination services	-	3,210	3,210	1,100
	<u>-</u>	<u>4,285</u>	<u>4,285</u>	<u>2,100</u>
Analysed between Charitable activities	-	4,285	4,285	2,100

5 Trustees

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

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

6 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	12	16
Employment costs	2023	2022
	£	£
Wages and salaries	304,810	392,738
Social security costs	29,315	33,604
Other pension costs	13,160	12,770
	347,285	439,112

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

7 Tangible fixed assets

	Scooters and ebikes £	Computer equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2022	265,227	8,152	42,950	316,329
Additions	84,003	1,117	-	85,120
At 31 March 2023	349,230	9,269	42,950	401,449
Depreciation and impairment				
At 1 April 2022	72,936	3,701	8,053	84,690
Depreciation charged in the year	116,412	2,053	10,738	129,203
At 31 March 2023	189,348	5,754	18,791	213,893
Carrying amount				
At 31 March 2023	159,882	3,515	24,159	187,556
At 31 March 2022	192,291	4,451	34,897	231,639

8 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	49,011	189,660
Other debtors	35,774	150,932
	84,785	340,592

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

9 Loans and overdrafts

	2023 £	2022 £
Bank loans	175,926	231,482
Payable within one year	55,556	55,556
Payable after one year	120,370	175,926

The long-term loans are secured by fixed and floating charges over the company's assets.

10 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	9	55,556	55,556
Other taxation and social security		6,765	55,543
Deferred income	12	24,602	129,605
Trade creditors		28,704	1,834
Other creditors		81,593	81,573
Accruals and deferred income		2,205	2,100
		199,425	326,211

11 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	9	120,370	175,926

12 Deferred income

	2023 £	2022 £
Other deferred income	24,602	129,605

Deferred income is included in the financial statements as follows:

	2023 £	2022 £
Deferred income is included within:		
Current liabilities	24,602	129,605

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

12 Deferred income

(Continued)

Movements in the year:		
Deferred income at 1 April 2022	129,605	-
Released from previous periods	(105,003)	-
Resources deferred in the year	-	129,605
	<u> </u>	<u> </u>
Deferred income at 31 March 2023	24,602	129,605
	<u> </u>	<u> </u>

Deferred income reflects funding received in respect of future accounting periods.

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances held on trust for specific purposes:

	Movement in funds				Movement in funds				
	Balance at 1 April 2021	Incoming resources	Resources expended	Transfers	Balance at 1 April 2022	Incoming resources	Resources expended	Transfers	Balance at 31 March 2023
	£	£	£	£	£	£	£	£	£
Redcar & Cleveland BC	-	163,568	(201,768)	-	(38,200)	-	(349)	38,549	-
Tees Valley Combined Authority - Wheels 2 Work	-	380,751	(219,268)	-	161,483	165,997	(368,880)	-	(41,400)
New College Durham	-	-	(8)	-	(8)	123,677	(42,625)	(81,044)	-
TEWV	-	198,615	(111,645)	-	86,970	-	-	-	86,970
Anglo-American Foundation	-	40,000	-	-	40,000	-	-	-	40,000
Sport England	-	27,950	(25,432)	-	2,518	-	-	-	2,518
Ballinger Trust	-	-	(228)	-	(228)	-	-	-	(228)
Hartlepool BC	-	130	-	-	130	-	-	-	130
Cycling insight	9,286	-	(7,226)	-	2,060	-	-	-	2,060
Middlesbrough BC	-	15,000	-	-	15,000	-	-	-	15,000
Humankind	-	-	(7,445)	-	(7,445)	25,166	(23,022)	-	(5,301)
Virgin Money Foundation	-	-	(11,966)	-	(11,966)	-	-	-	(11,966)
Virgin - Business Development Manager	-	-	-	-	37,712	-	-	-	37,712
MVDA	-	-	-	-	-	-	(36,012)	-	(36,012)
Woodsmith Foundation	-	-	-	-	-	4,000	(30)	-	3,970
Doggerbank Foundation	49,959	-	(12,247)	-	-	100,000	(19,737)	-	80,263
Other	33,441	-	(42,730)	9,289	-	-	-	-	-
	<u>92,686</u>	<u>826,014</u>	<u>(639,963)</u>	<u>9,289</u>	<u>288,026</u>	<u>418,840</u>	<u>(490,655)</u>	<u>(42,495)</u>	<u>173,716</u>

Restricted funds represent resources received from funders for the purchase of items of a specific nature.

Transfers are made from unrestricted funds to cover shortfalls in restricted funds. Transfers are made from restricted funds to unrestricted funds once the relevant restrictions have been discharged.

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

14 Analysis of net assets between funds

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Fund balances at 31 March 2023 are represented by:						
Tangible assets	27,674	159,882	187,556	39,348	192,291	231,639
Current assets/(liabilities)	102,266	13,834	116,100	153,129	50,376	203,505
Long term liabilities	(120,370)	-	(120,370)	(175,926)	-	(175,926)
	<u>9,570</u>	<u>173,716</u>	<u>183,286</u>	<u>16,551</u>	<u>242,667</u>	<u>259,218</u>

15 Financial commitments, guarantees and contingent liabilities

Grants receivable and similar funding may be repayable if certain associated conditions are not, or have not been, met.

16 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	2,550	1,660
Between two and five years	-	1,090
	<u>2,550</u>	<u>2,750</u>

17 Related party transactions

There were no disclosable related party transactions during the year other than short term funding provided to RCVDA Community Housing CIC ("the CIC") in the previous year of £150,392 which was repaid during the year and some work performed for the CIC free of charge by the charity's senior staff. (The CIC is an entity in Redcar with which the charity worked closely).

REDCAR AND CLEVELAND VOLUNTARY DEVELOPMENT AGENCY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18	Cash generated from operations	2023 £	2022 £
	(Deficit)/surplus for the year	(75,932)	111,467
	Adjustments for:		
	(Gain)/loss on disposal of tangible fixed assets	-	5,561
	Depreciation and impairment of tangible fixed assets	129,203	82,695
	Movements in working capital:		
	Decrease/(increase) in debtors	255,807	(183,660)
	(Decrease)/increase in creditors	(21,783)	131,608
	(Decrease)/increase in deferred income	(105,003)	129,605
	Cash generated from operations	182,292	277,276
19	Analysis of changes in net funds/(debt)	At 1 April 2022 £	Cash flowsAt 31 March 2023 £
	Cash at bank and in hand	189,124	41,616
	Loans falling due within one year	(55,556)	-
	Loans falling due after more than one year	(175,926)	55,556
		(42,358)	97,172
			54,814