

Charity registration number 1138625

Company registration number 07370594 (England and Wales)

SPIRE (PRESTON) LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

SPIRE (PRESTON) LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs EM Clarkson Mr PJ Sullivan Mr E Gowling
Charity number	1138625
Company number	07370594
Registered office	Ground Floor, West Wing Derby House Lytham Road, Fulwood Preston PR2 8JE
Auditor	Topping Partnership (Accountants) Limited Incom House Waterside Trafford Park Manchester M17 1WD

SPIRE (PRESTON) LIMITED

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SPIRE (PRESTON) LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

The trustees present their annual report and financial statements for the Period ended 30 September 2022.

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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

Policies and Objectives

The objectives of the charity as established in the Articles of Association are:

1. The relief of persons over the age of 18 with learning disabilities primarily but not exclusively in Preston and district (the area of benefit) and of the families of such persons, in particular through the promotion and provisions of supported accommodation.
2. The promotion and provision of education and training facilities for persons over the age of 18 with learning disabilities in the area, particularly facilities that will lead to self-reliance and independent living within the community.

Strategies for achieving objectives

We had a Business Plan review meeting in March 2020 which was attended by staff, some of the people we support, their family members and our Charity members. Unfortunately due to the Covid-19 Pandemic this plan was unable to be realised, so we instead focussed on strengthening our board developing a strategic plan and setting goals to enable us to deliver on our strategic objectives. As well as providing direction, this plan has given Spire a way to consider and prepare for our future in line with our Vision, Purpose and Values.

Our Vision

For people who have a learning disability to be informed and empowered to live the life they choose within their community and achieve their goals, aspirations and dreams.

Our Purpose

Working together to share our values, knowledge, and expertise to provide an individualised and creative service for adults who have a learning disability.

We focus on continually building skills and independence from strengths, gifts and talents.

Our Values

- Dedicated, Individualised, High Quality Support
- Promoting People's Strengths, Creativity, and Contribution
- Demonstrating and Promoting Dignity, Respect, and Compassion for Everyone
- Enthusiastic and Motivated with Positive Attitudes
- Always Ready and Willing to Listen, Learn, Develop, and Grow
- We Aim to Always Maintain Our Integrity

Main activities undertaken to further the charity's purposes for the public benefit

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

SPIRE (PRESTON) LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

Activities for achieving objectives

To achieve our objectives Spire currently provide supported living and outreach services to adults over the age of 18, who have a learning disability. We adopt a person-centred philosophy in all our work, supporting each individual in developing plans specific to them to enable them to achieve outcomes, and develop their independence and self-reliance.

Further education and training opportunities are offered through established groups and activities we host for this client group, where we provide the opportunity for the people we support to take leading roles at these, developing specific skills in relation to these roles that could be transferable into their home or a work environment. This promotes the individuals' contribution to their local community and ensures that our groups and activities are member-led, meeting objectives that are important to them.

Achievements and performance

Key financial performance indicators

As a Charity, we believe we are not here to make a profit but are here to make a difference. Our financial focus is sustainability, ensuring that we remain financially viable, and maintain appropriate reserve funds. We have made significant improvements over the last few years which have been reflected in our accounts and are continuing to do so.

As of the 30 September 2022 we were no longer supporting any individuals.

Review of activities

In March 2018 Spire was inspected by the Care Quality Commission (CQC). The report was published in May 2018 and we were pleased to be rated 'Good' in all key areas. We have continued to foster good relationships with CQC since then and have continued to build on areas identified during our inspection.

We implemented a phased transition of reorganising the organisation, our roles, and ways of working in August 2018 which was developed in consultation with our staff, this was reviewed in September 2019, and again in October 2020 to ensure continuous improvement. This reorganisation aims to improve our efficiency, and effectiveness, and management of our finances. We have recently reviewed this again in response to changes that have occurred during the Pandemic to ensure that we are continuously aiming to improve, that workloads are manageable and that quality can be maintained.

We undertook our Investors in People assessment in December 2020 and received renewed accreditation. We received really positive feedback from this.

During the current financial period the decision was taken to merge with Link-Ability, a registered charity, and for them to absorb the activities and assets of Spire (Preston) Limited. The activities of Spire (Preston) Limited transferred on 23 May 2022. During the period gifts were made to Link-Ability to transfer the reserves. Any remaining reserves have been transferred after the year end.

Financial review

Income for the period amounted to £1,272,169 (2021 - £1,010,517) and expenditure totalled £1,469,688 (2021 - £982,160).

Funds carried forward to 30 September 2022 totalled £120,689 of which £120,689 was make up of unrestricted funds and £nil restricted funds.

Reserves Policy

The Charity aims to hold three months of resources expended as reserves, the reserves policy is reviewed annually to ensure that required funds are available and contingencies are in place.

Going Concern

Spire (Preston) Limited ceased its activities on 23 May 2022. Since that date, the only activity the charity is undertaken has been collecting any monies owed and settling its debts. Any excess funds are transferred to Link-Ability after the period end as a gift.

SPIRE (PRESTON) LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

Principal Funding

The Charity's principal funding comes from the Local Authority, Lancashire County Council, who fund Spire per hour of support provided. Other funding is received via direct payments, for individuals who commission their support directly.

Investment policy and performance

As a non-for-profit organisation any investments that Spire make are to sustain and develop the business and services that we offer.

Risk Management

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Future Developments.

Spire (Preston) Limited has ceased to trade and all remaining funds will be transferred to Link-Ability who have taken on the activities of Spire (Preston) Limited.

SPIRE (PRESTON) LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

Structure, governance and management

The company is registered as a charitable company limited by guarantee (registered charity number 1138625) and was set up by a Memorandum of Association on 9th September 2010. It commenced its activities on the 1st November 2010 following the transfer of the charitable activities from the unincorporated charity Spire Preston Supported Housing.

The principle object of the company is to provide supported living and outreach services to adults over the age of 18, who have a learning disability.

The charity is administered from: Ground Floor, West Wing, Derby House, Lytham Road, Fulwood, Preston PR2 8JE.

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

Mrs EM Clarkson

Mr PJ Sullivan

Mr E Gowling

Mrs Lisa Morrell

(Resigned 13 December 2021)

Method of appointment of election of trustees

Trustees are elected by members of the charity at the Annual General Meeting, or trustees may be co-opted by the Board of Trustees. All trustees hold office until the Annual General Meeting when they can offer themselves for re-election or re-appointment.

Organisational structure and decision making

The trustees delegate the daily running of the Charity to the Service Manager, Susannah Lowde, who is the Registered Manager for the Care Quality Commission (CQC). The Chair Person, Mr Sullivan, is the nominated Individual and registered with CQC. The Charity is considered to be under the control of the Trustees as a whole.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Policies adopted for the induction and training of trustees

The Chair of the Trustees is responsible for the induction of any new trustee which involves awareness of a trustees responsibilities, the governing document, administrative procedures, and the history and philosophical approach of the Charity. A new trustee would receive copies of the previous year's annual report and accounts, and a copy of the Charity Commission leaflet 'The Essential Trustee: What you need to know'.

Funds held as custodian trustee

During this period Spire operated a voluntary appointee-ship on behalf of one of the individuals whom we support. This is presently operating out of Spire's current account as the longevity of the arrangement was uncertain initially, Spire have requested a separate account for this but are awaiting the bank to establish this.

SPIRE (PRESTON) LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

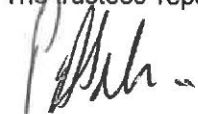
Auditor

In accordance with the company's articles, a resolution proposing that Topping Partnership (Accountants) Limited be reappointed as auditor of the company will be put at a General Meeting.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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



Mr PJ Sullivan

Trustee

Dated: 14 November 2022

SPIRE (PRESTON) LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

The trustees, who are also the directors of Spire (Preston) Limited 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 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 estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity 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.

SPIRE (PRESTON) LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF SPIRE (PRESTON) LIMITED

Opinion

We have audited the financial statements of Spire (Preston) Limited (the 'charity') for the Period ended 30 September 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2022 and of its incoming resources and application of resources, including its income and expenditure, for the Period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report for the financial Period for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

SPIRE (PRESTON) LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF SPIRE (PRESTON) LIMITED

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

SPIRE (PRESTON) LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF SPIRE (PRESTON) LIMITED

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities including fraud and on compliance with laws and regulations we have considered the following :

- the nature of the industry and sector, control environment and business performance including the company remuneration policies, key drivers for directors remuneration, bonus levels and performance targets;
- results of enquiries of management about their identification and assessment of the risks and irregularities;
- Any matters we have identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
 - Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
 - the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following areas : timing and recognition of income. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act, Health and Safety, employment law, pensions legislation and tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

Audit response to risks identified

Our procedures to respond to the risks identified included the following :

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having an effect on the financial statements;
- enquiring of management concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing correspondence with HMRC, and;
- challenging assumptions and judgements made by management in the significant accounting estimates.
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members including internal specialists, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

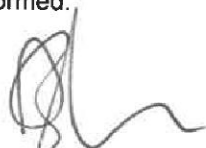
SPIRE (PRESTON) LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF SPIRE (PRESTON) LIMITED

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Daniel Bowles (Senior Statutory Auditor)

for and on behalf of Topping Partnership (Accountants) Limited

14 November 2022

**Chartered Accountants
Statutory Auditor**

Incom House
Waterside
Trafford Park
Manchester
M17 1WD

SPIRE (PRESTON) LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED 30 SEPTEMBER 2022

		Unrestricted funds 2022 £	Unrestricted funds 2021 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	3	2,241	3,699
Charitable activities	4	1,269,480	1,004,186
Investments	5	448	1,949
Other income	6	-	683
Total income		1,272,169	1,010,517
<u>Expenditure on:</u>			
Charitable activities	7	1,458,058	982,160
Net (expenditure)/income for the Period/ Net movement in funds		(185,889)	28,357
Fund balances at 1 April 2021		318,208	289,849
Fund balances at 30 September 2022		132,319	318,206

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

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.

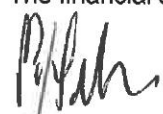
SPIRE (PRESTON) LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	12		-		8,303
Current assets					
Debtors	13	107,249		62,440	
Cash at bank and in hand		63,743		286,997	
		170,992		349,437	
Creditors: amounts falling due within one year	14	(38,673)		(39,534)	
Net current assets			132,319		309,903
Total assets less current liabilities			132,319		318,206
Income funds					
Unrestricted funds			132,319		318,206
			132,319		318,206

The financial statements were approved by the Trustees on 14 November 2022



Mr PJ Sullivan
Trustee

Company registration number 07370594

SPIRE (PRESTON) LIMITED

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	19		(229,587)		8,486
Investing activities					
Purchase of tangible fixed assets		(689)		(2,835)	
Proceeds from disposal of tangible fixed assets		6,574		-	
Investment income received		448		1,948	
Net cash generated from/(used in) investing activities			6,333		(887)
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(223,254)		7,599
Cash and cash equivalents at beginning of Period			286,997		279,398
Cash and cash equivalents at end of Period			63,743		286,997

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

1 Accounting policies

Charity information

Spire (Preston) Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Ground Floor, West Wing, Derby House, Lytham Road, Fulwood, Preston, PR2 8JE.

In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company

1.1 Reporting period

The has extended its accounting period from 31 March 2022 to 30 September 2022 as the company ceased to trade on 23 May 2022. Therefore the comparative amounts presented in the financial statements (including the related notes) are not entirely comparable.

1.2 Accounting convention

The financial statements have been prepared in accordance 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)" (as amended for accounting periods commencing from 1 January 2016). 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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.3 Going concern

As explained in note 21 to the financial statements, the company transferred its charitable activities on 23 May 2022 and the financial statements have been prepared on a basis other than that of the going concern basis. This basis includes, where applicable, writing the company's assets down to net realisable value. No provision has been made for the future costs of terminating the business unless such costs were committed at the reporting date.'

1.4 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.

1.5 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.

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

1 Accounting policies

(Continued)

1.6 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.

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 obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total 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 of consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Governance costs are those incurred in connection with the administration of the company and compliance with constitutional and statutory requirements. Charitable activities and governance costs are costs incurred on the company's educational operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

1.7 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:

Fixtures and fittings	15% reducing balance
Computers	33% straight line

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.

1.8 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).

1.9 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.

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

1 Accounting policies

(Continued)

1.10 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.

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.

1.11 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.

1.12 Retirement benefits

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

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

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.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	1,714	36
Grants received	527	3,663
	<u>2,241</u>	<u>3,699</u>

4 Charitable activities

	Unrestricted Income	Unrestricted Income
	2022	2021
	£	£
Provision of care and relief services	<u>1,269,480</u>	<u>1,004,186</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	<u>448</u>	<u>1,949</u>

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 30 SEPTEMBER 2022

6 Other income

	Total	Unrestricted funds
	2022	2021
	£	£
Other Income	-	683

7 Charitable activities

	Unrestricted Expenditure	Unrestricted Expenditure
	2022	2021
	£	£
Staff costs	1,101,220	883,646
Depreciation and impairment	2,419	1,761
Rent	16,239	16,951
Rates and water	697	799
Repairs and maintenance	7,819	8,126
Insurance	8,980	4,456
Telephone	2,143	2,012
Printing, postage, stationary and advertising	1,295	1,874
Other staff costs	9,077	14,240
Sundry Expenses	4,656	8,933
Subscriptions	9,540	3,719
Bank Charges	290	288
Accountancy Fees	17,458	14,160
Legal Fees	500	3,410
Other Professional Fees	1,320	3,260
Bad debts	-	12,000
	1,455,533	979,635
Share of governance costs (see note 8)	2,525	2,525
	1,458,058	982,160

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

8 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Audit fees	-	2,525	2,525	2,525
	-	2,525	2,525	2,525
Analysed between Charitable activities	-	2,525	2,525	2,525

Governance costs includes payments to the auditors of £2,525 (2021- £2,525) for audit fees.

9 Net movement in funds

	2022 £	2021 £
Net movement in funds is stated after charging/(crediting)		
Fees payable to the company's auditor for the audit of the company's financial statements	2,525	2,525
Depreciation of owned tangible fixed assets	2,419	1,761
Operating lease charges	16,239	16,951

10 Trustees

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

11 Employees

The average monthly number of employees during the Period was:

	2022 Number	2021 Number
	50	52
Employment costs		
	2022 £	2021 £
Wages and salaries	1,032,976	812,559
Social security costs	50,476	50,518
Other pension costs	17,768	20,569
	1,101,220	883,646

Total remuneration paid to key management personnel for the period was £49,909 (2021: £54,398)

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

11 Employees

(Continued)

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

12 Tangible fixed assets

	Fixtures and fittings	Computers	Total
	£	£	£
At 1 April 2021	14,827	25,256	40,083
Additions	-	689	689
Disposals	(14,827)	(25,945)	(40,772)
At 1 April 2021	8,826	22,953	31,779
Depreciation charged in the Period	1,050	1,369	2,419
Eliminated in respect of disposals	(9,876)	(24,322)	(34,198)
Carrying amount			
At 31 March 2021	6,001	2,302	8,303

13 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	95,620	17,313
Other debtors	11,629	85
Prepayments and accrued income	-	45,042
	<u>107,249</u>	<u>62,440</u>

14 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	-	(2,469)
Trade creditors	-	14,189
Other creditors	5,508	5,081
Accruals and deferred income	33,165	22,733
	<u>38,673</u>	<u>39,534</u>

Included in accruals and deferred income is £33,165 (2021 - £12,522) of deferred income.

15 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 £17,768 (2021 - £20,569).

SPIRE (PRESTON) LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

16 Analysis of net assets between funds

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Fund balances at 30 September 2022 are represented by:		
Tangible assets	-	8,303
Current assets/(liabilities)	132,319	309,903
	<u>132,319</u>	<u>318,206</u>

17 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:

	2022 £	2021 £
Within one year	-	17,400

18 Related party transactions

There were no disclosable related party transactions during the Period (2021 - none).

19 Cash generated from operations

	2022 £	2021 £
(Deficit)/surplus for the Period	(185,889)	28,357
Adjustments for:		
Investment income recognised in statement of financial activities	(448)	(1,949)
Depreciation and impairment of tangible fixed assets	2,419	1,761
Movements in working capital:		
(Increase) in debtors	(44,808)	(4,318)
(Decrease) in creditors	(861)	(15,365)
Cash (absorbed by)/generated from operations	<u>(229,587)</u>	<u>8,486</u>

20 Analysis of changes in net funds

The charity had no debt during the year.

21 Transfer of Charity activities

During the period the decision was taken to merge the activities of Spire (Preston) Limited with Link-Ability, a charity providing similar services, in order to ensure that the services provided to service users could be continued into the future. This would be Link-Ability taking on the services provided by Spire (Preston) Limited and all assets, including staff, would be transferred to Link-Ability. On 23 May 2022 Spire (Preston) Limited ceased to provide services. The only activity from that date was to transfer assets to Link-Ability as a gift and continue to recover monies owed to it, and settle its debts. This will continue into the next accounting period.