

Company number: 7737871

Charity Number: 1147150

Cre8 Macclesfield Ltd

Report and financial statements
For the year ended 31st August 2022

Cre8 Macclesfield Ltd

Reference and administrative information

for the year ended 31st August 2022

Company number 7737871

Charity number 1147150

Registered office and operational address The House
11 Belgrave Road
Macclesfield
Cheshire
SK11 7TW

Trustees Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows:

James Andrew Booth
Jared Brown
Martin Clarke (Resigned 31/08/2022)
Ameera Fletcher
Jennifer Hardy Chair
Peter Munro
Adam Small
Ruth Thompson
Laura Mummery (Appointed 18/07/2022)

Secretary Katy Wardle

Key management personnel

Jonathan Aiken
Keirra Bexon
Ameera Fletcher Director
Oliver Gibson (resigned 20/08/2022)
Sarah Postlewhite
Emma Thomas
Katy Wardle

Bankers Unity Trust Bank
Nine Brindleyplace
Birmingham
B1 2HB

Independent examiner Christy Lau FCCA CTA DChA
Slade and Cooper
Beehive Mill
Jersey St
Ancoats
Manchester
M4 6JG

Cre8 Macclesfield Ltd
Trustees' annual report
for the year ended 31st August 2022

The trustees present their report and the unaudited financial statements for the year ended 31st August 2022. Included within the trustees' report is the directors' report as required by company law.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice - Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with FRS 102.

Objectives and activities

Objects

The charitable purposes of the company remain:

- To advance the Christian faith for the public benefit;
- To act as a resource for young people living in Macclesfield and the surrounding area by providing advice and assistance and organising programmes of physical, educational and other activities to help young people develop their skills, capacities and capabilities, advancing education, relieving unemployment, and providing recreational and leisure activity;
- To promote social inclusion for the public benefit by preventing people from becoming socially excluded, relieving the needs of such people who are socially excluded and assisting them to integrate into society.

Activities

Cre8 Music: Funded through "Youth Music" and "Love Music Trust" our project focussed on music making, and continued to build on over 10 years delivery of specialist one to one music tuition with young people who wouldn't be able to access private paid lessons and group music making. Due to a gap in funding we were successful in securing funding from "Cheshire Community Foundation" to continue music making activities and to ensure continuity for our service users between January and April, when we successfully secured additional "Youth Music" Funding. Musical activities included setting up a band for a fund-raising Ceilidh to allow young people to go on a summer residential trip to Scotland, facilitating young people writing original songs, workshops to create protest songs and create one about the situation in Ukraine, started a samba group to work on rhythm and movement as well as playing together, combining music and art to draw pictures of what different pieces of music sound like, encouraging listening and exposure to new types of music. We enabled new participants to create music in our studio and learn about production and recording. We started a beginner ukulele group for new participants to be able to learn basic musical concepts and enjoy playing together.

We have seen the additional benefit of reducing anti-social behaviour by providing young people with a place to go after school. We have provided nutritious snacks and drinks through Cre8's surplus food project to make sure that young people's basic needs are met before they engage in any musical activities.

Cheadle Royal Hospital Trust Funding: Our collaborative project delivered with Just Drop In and Wilmslow Youth has focussed on training volunteers and staff, and providing mentoring to support our young people.

Cheshire Community Fund: Various youth work projects were funded which enabled young people and community members to engage in a range of activities, we delivered a music & arts jubilee celebration collaborating with a local dance group and our Cre8 Music project young people, we had a community feast, and also supported through Cheshire Minds Matter funded a local singing group which

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Trustees' annual report
for the year ended 31st August 2022

visited a local day care centre, and also an outdoor swimming group which focussed on improving mental health & well-being.

C0-OP Local Community Fund: Our project focussed on practical skills which included building planters, painting bird-boxes, and building benches, the project brought together people across the community to improve well-being and improve community spaces.

Learning Plus: This is a one-to-one alternative education package offered to all local schools. We engage young people in youth work by working alongside them to tailor session to suit their interests and needs. We work with them to improve target areas in building self-esteem, improving behaviour management and learning, increasing basic social skills with the aim of getting them back into school with increased confidence and new skills. We worked with 14 young people on a one to one basis throughout this year.

Clubs: We run two youth clubs weekly a primary age club and an older 11-16 club, with traditional activities focussing on having fun together, preparing and eating food, engaging in sport and art activities and going on trips as a group. Both clubs have a strong membership and have benefitted from a team of dedicated and committed volunteers to support the staff team and to ensure delivery to the local community.

Residentials: These activities were supported through fundraising and some grant funding, we successfully delivered two residentials one to Camas with the older young people, and a residential to a farm in Wales for primary aged young people.

Cre8 Enterprise: This initiative continues to deliver small projects with at risk young people. Working intensively through 1-2-1 work, we engage young people who may not have engaged with school or other Cre8 groups, we provide a safe space to develop skills and improve mental and physical health. Projects include DIY tasks at the Cre8 buildings, clearing and maintenance work on Cre8 sheds, and Christmas Tree selling.

For the second time we ran a successful Christmas Tree selling enterprise throughout December 2021. We were able to provide about 30 hours of employment for young people, making £1000 surplus, and helping make new contacts with people in Macclesfield.

Cre8 Facilities This is our social enterprise business delivering a high-standard fleet washing service to Creamline Dairies in Manchester and Peaks and Plains in Macclesfield. Cre8 has delivered the commercial contract for Creamline Dairies for the past eight years. The work ensures that Creamline vehicles, including its milk floats and vans, are cleaned and jet-washed on a two-weekly cycle. This year we have managed to adjust timetables and recruit young people so that we are employing approximately three different young people on this project during a two-week cycle.

Our contract with Peaks and Plains Housing Trust started about 1.5 years ago washing the fleet of vans at the back of St.Barnabas Church. Through this work we've been able to give employment to a number of young people and one long standing young person has now become the team leader on this project. We have been supported by Peaks & Plains in the maintenance of our Community Building where we deliver our music project this has been greatly appreciated.

Project Grow 2021/2022 marked the third year of Project Grow, funded by The National Lottery Community Fund. The project recognises and mobilises our local talents while also building on our years of community experience. Our third year as we build back following the COVID pandemic has seen increased numbers of households accessing our service, and we are looking for how we can support other local communities to deliver their own grocery provision in 2022/23 supported by our team. We were able to deliver and support the BIG GIVE which was supported well across the community, and we also delivered Christmas presents donated by both individuals and corporate donors.

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The Award-winning Garden and Allotment at St Barnabas Church was a great asset during the pandemic providing a large safe outdoor space for people to meet. It has continued to be a space our communities have used for a whole host of gatherings including meetings, parties, and celebrations, as well as a place to relax and reflect, as well as garden and learn new skills.

Achievements and performance

The charity's main activities and its main beneficiaries are described below. All its charitable activities are undertaken to further Cre8 Macclesfield's charitable purposes for the public benefit.

Over the past 16 years, we believe we have built capacity, resilience and developed a self-help model that reduces what corrodes the emotional, physical and spiritual well-being of people in our community. We have done this by raising self-esteem, self-worth, self-confidence and have consciously built a sense of community. This year we have continued our partnership work with Just Drop-In and Wilmslow Youth as part of the mentoring and training project.

We continue to develop our people and delivered Youth Mental Health First Aid Training in-house to staff and volunteers with a certified staff member able to deliver future courses to the community. We maintain focus on developing our youth work staff team and volunteers following the national youth work curriculum.

Our operational performance and achievements have included continued investment in Social Enterprise, which continues to provide meaningful work opportunities for young people who live locally. Adapting our Project Grow to deliver food to those who need it most, both within our local community as well as across Macclesfield, and continuing to support the establishment of a Food Network Partnership across Macclesfield.

We have successfully delivered Clubs and Residentials for young people, and seen our numbers increase to a capacity level for both clubs, and residentials are over-subscribed. We have tutored young people and supported them to deliver professional music performances. Continued to work with Creamline Dairies through Cre8 Facilities, retaining our contract with PPHT to wash their vehicles, and delivered our Christmas Tree enterprise project for its second successive year.

We give thanks to our major funders; Cheshire Community Foundation, CO-OP Local Community Fund, National Lottery Community Fund, Macclesfield Town Council, and Cheshire East Council.

We continuously appreciate the support of all our individual donors, and all the volunteers who provide their time to support our community to enable change to happen.

The trustees review the aims, objectives and activities of the charity regularly. This report looks at what the charity has achieved and the outcomes of its work in the reporting period. The trustees report the success of each key activity and the benefits the charity has brought to those groups of people that it is set up to help. The review also helps the trustees ensure the charity's aims, objectives and activities remained focused on its stated purposes.

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

The review also helps the trustees ensure the charity's aims, objectives and activities remained focused on its stated purposes. In particular, the trustees consider how planned activities will contribute to the aims and objectives that have been set. All current trustees have confirmed that they have read CC03 with respect to understanding their roles and responsibilities as trustees. Several trustees have

Cre8 Macclesfield Ltd
Trustees' annual report
for the year ended 31st August 2022

attended virtual training related to Charity Governance and have reported back to the trustee team. All trustees attend Safeguarding training each year.

Beneficiaries of our services

There are three geographical categories of beneficiaries of our services.

Young people and their families living on the Moss Rose Estate have benefited from our clubs and residentials, the music project and Project Grow.

Young people and their families living in Macclesfield have benefited from our Cre8 Facilities and social enterprise businesses, and the service provided by the Surplus Food Grocery as a result of the National Lottery Funding – Project Grow.

Young people and their families from Cheshire East have benefited from our Learning Plus project.

Financial review

Cre8 made an overall deficit of £48k in the 2022 financial year (2021: surplus of £30k), in line with budgeted expectations.

Income reduced by 23%, reflecting an anticipated downturn in general donations (2021 saw a number of one off donations, plus two years of donations from Cre8 Facilities) and also in grant income.

Costs reduced minimally from 2021 reflecting the fixed nature of many of the charity's areas of expenditure.

The trustees have again prudently budgeted for a deficit in 2022/23. However, we remain encouraged by the stable foundation that Cre8 has established and expect to deliver a much-reduced deficit in 2022/23. As such, we believe that we will have sufficient reserves at August 2023 to comply with our reserves policy (see below).

In summary, total funds reduced by £48k in 2022 (2021: £30k increase). At the end of the year total funds stood at £140k (2021: £188k) with cash reserves at £118k (2021: £170k).

Reserves policy

The current policy (set out in 2018) is to maintain unrestricted reserves at a minimum of 6 months budgeted net costs of £103,311. As at August 2022, unrestricted reserves had reduced to 6.8 months (£116,868) of budgeted net cost (2021: 9.6 months).

Plans for the future

We agreed and reviewed our vision & mission statements as follows:

Our Vision: Cre8 is at the heart of a vibrant and flourishing community - Moss Ross Estate.

Our mission: We strengthen local connections and enable our community to make change happen for themselves and for their neighbourhood.

We continue to focus on three strategic priorities:

- To continue delivering the highest quality professional youth and community work
- To provide support to others who want to do good things in our community
- To connect people together who want to do good things in our community

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Trustees' annual report
for the year ended 31st August 2022

We will proactively seek to develop social enterprise work, and explore possibilities for paid employment opportunities for the hardest to reach young people in our community. Learning from our experience, we will continue to exploit Project Grow across Macclesfield. Our youth work team are delivering small group activities as well as residential later in the year. We anticipate ongoing demand for our Learning Plus project from referring agencies and we look forward to ongoing musical activities in the future. Our focus is firmly on building up our youth work team as we look to explore a youth work apprenticeship role in the future.

Structure, governance and management

The Trustees are selected to ensure an appropriate balance of skills and experience and involvement in the local area. We have an established Trustee team, which has remained constant over the last year, and who have specialist skills including Finance, Law, Social Care, Youth Work and Health.

Recruitment of Trustees follows Cre8's Volunteering Policy and Procedures. We have advertised for Trustees with specific skills, utilizing local advertising groups such as Cheshire East Community & Voluntary Services. Once an enquiry has been made, the potential Trustee meets separately with the Director and the Chair of Trustees, before completing an application form, references, confidential self-declaration form and DBS check. The appointment of a person as a Trustee is subject to approval by the Trustees at a Board meeting.

The Board of Trustees comprises a minimum of five Trustees.

The organisation is a charitable company limited by guarantee, incorporated on 11 August 2011 and registered as a charity on 4 May 2012.

The company was established under a memorandum of association which established the objects and powers of the charitable company and is governed under its articles of association.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up. The Trustees are members of the charity but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

All Trustees give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are set out in note 10 to the accounts.

Related parties and relationships with other organisations

Cre8 Works Ltd and Cre8 Facilities Ltd are wholly owned subsidiaries of Cre8 Macclesfield Ltd.

Remuneration policy for key management personnel

Cre8 operates a pay-scale that includes 7 pay grades. The grades and job descriptions are benchmarked to national data available for our industry sector.

Risk management

The Trustees meet 6 times a year where they consider and approve financial reports prepared by Treasurer and revised Finance & HR Committee. We operate a reserves policy of a minimum of 6 months budgeted net cost (see Reserves Policy above).

Trustees have identified a number of key risk areas, which the Finance & HR Committee review quarterly, and for the high-risk areas, Trustees require a report from the Director that addresses these areas at a Trustee meeting in March & September.

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Trustees' annual report
for the year ended 31st August 2022

Statement of responsibilities of the trustees

The trustees (who are also directors of Cre8 Macclesfield Ltd for the purposes of company law) are responsible for preparing the trustees' annual 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 charitable company 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 and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements
- 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime of the Companies Act 2006.

The trustees' annual report has been approved by the trustees on _____ and signed on their behalf by

Jenni Hardy

Chair

Independent examiner's report
to the trustees of
Cre8 Macclesfield Ltd

I report to the charity trustees on my examination of the accounts of the company for the year ended 31st August 2022 which are set out on pages 9 to 28.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the company'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 the Association of Chartered Certified Accountants, 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 company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Christy Lau FCCA CTA DChA

Slade & Cooper Limited
Slade & Cooper Ltd
Beehive Mill, Jersey Street, Ancoats Manchester, M4 6JG
DATE

Cre8 Macclesfield Ltd
Statement of Financial Activities
(including Income and Expenditure account)
for the year ended 31 August 2022

	Note	Unrestricted funds £	Restricted funds £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	3	70,748	-	70,748	110,853
Charitable activities	4	107,941	88,474	196,415	235,902
Investments	5	12,692	-	12,692	18,251
Total income		191,381	88,474	279,855	365,006
Expenditure on:					
Charitable activities	6	206,620	121,715	328,335	334,680
Total expenditure		206,620	121,715	328,335	334,680
Net income/(expenditure) before net gains/(losses) on investments		(15,239)	(33,241)	(48,480)	30,326
Net income/(expenditure) for the year	8	(15,239)	(33,241)	(48,480)	30,326
Net movement in funds for the year		(15,239)	(33,241)	(48,480)	30,326
Reconciliation of funds					
Total funds brought forward		132,107	56,277	188,384	158,058
Total funds carried forward		116,868	23,036	139,904	188,384

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

A full comparative SOFA is available on the last page of the financial statements.

Cre8 Macclesfield Ltd
Company number 7737871
Balance sheet as at 31 August 2022

	Note	2022	2021
		£	£
Fixed assets			
Tangible assets	14	23,948	12,803
Current assets			
Debtors	15	7,851	20,421
Cash at bank and in hand	16	117,585	170,144
Total current assets		125,436	190,565
Liabilities			
Creditors: amounts falling due in less than one year	17	(9,480)	(14,984)
Net current assets		115,956	175,581
Total assets less current liabilities		139,904	188,384
Net assets		139,904	188,384
The funds of the charity:			
Restricted income funds	18	23,036	56,277
Unrestricted income funds	19	116,868	132,107
Total charity funds		139,904	188,384

For the year in question, the company was entitled to exemption from an audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts are prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes on pages 12 to 28 form part of these accounts.

Approved by the trustees on ____/____/2023 and signed on their behalf by:

Ameera Fletcher (Trustee)

Laura Mummery (Trustee)

Cre8 Macclesfield Ltd
Statement of Cash Flows
for the year ending 31 August 2022

	Note	2022 £	2021 £
Cash provided by/(used in) operating activities	21	(47,251)	7,243
<i>Cash flows from investing activities:</i>			
Dividends, interest, and rents from investments		12,692	18,251
Purchase of tangible fixed assets		(18,000)	(3,396)
Cash provided by/(used in) investing activities		(5,308)	14,855
Increase/(decrease) in cash and cash equivalents in the year		(52,559)	22,098
Cash and cash equivalents at the beginning of the year		170,144	148,046
Cash and cash equivalents at the end of the year		117,585	170,144

Notes to the accounts for the year ended 31 August 2022

1 Accounting policies

The principal accounting policies adopted, judgments and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a Basis of preparation

The financial statements have been prepared in accordance with 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), second edition - October 2019 (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 and UK Generally Accepted Accounting Practice.

Cre8 Macclesfield Ltd meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

b Preparation of the accounts on a going concern basis

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern.

The trustees have made no key judgments which have a significant effect on the accounts.

The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next reporting period.

Notes to the accounts for the year ended 31 August 2022 (continued)

c Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Income received in advance of a provision of a specified service is deferred until the criteria for income recognition are met.

d Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised; refer to the trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Notes to the accounts for the year ended 31 August 2022 (continued)

f Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

g Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

h Tangible fixed assets

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis as follows:

IT Software	33%
Motor Vehicles	33% or the duration of a project where a vehicle relates to a specific project.

i Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

j Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

k Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Notes to the accounts for the year ended 31 August 2022 (continued)

I Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

m Pensions

Employees of the charity are entitled to join a defined contribution 'money purchase' scheme. The charity's contribution is restricted to the contributions disclosed in note 9. There were £nil outstanding contributions at the year end (2021: £74).

2 Legal status of the charity

The charity is a company limited by guarantee registered in England and Wales and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The registered office address is disclosed on page 1.

3 Income from donations and legacies

	Unrestricted £	Restricted £	Total 2022 £
Donations			
General	40,748	-	40,748
Oliver Valves	30,000	-	30,000
	<hr/>	<hr/>	<hr/>
Total	70,748	-	70,748
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Previous Reporting Period	<i>Unrestricted</i> £	<i>Restricted</i> £	<i>Total 2021</i> £
Donations			
General	60,853	-	60,853
Oliver Valves	30,000	-	30,000
Cheshire East Council- Retail Hospitality & Leisure Grant	20,000	-	20,000
	<hr/>	<hr/>	<hr/>
Total	110,853	-	110,853
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Notes to the accounts for the year ended 31 August 2022 (continued)

4 Income from charitable activities

	Unrestricted £	Restricted £	Total 2022 £
Grants and contracts			
The Swallow Trust	37,500	-	37,500
Youth Music	-	21,679	21,679
Cheshire Community Foundation			
CCF Camas 2022	-	2,500	2,500
CCF Music	-	2,000	2,000
CCF Jubilee Fund	-	4,457	4,457
The National Lottery Community Fund	-	53,339	53,339
Co-op Local Cause	-	2,999	2,999
Love Music Trust	-	1,500	1,500
Cheadle Royal Hospital Trust	2,000	-	2,000
MTC Jubilee	1,000	-	1,000
	<hr/> 40,500	<hr/> 88,474	<hr/> 128,974
Fees and other income			
Contract Work	39,433	-	39,433
Fund Raising	2,571	-	2,571
Other income	25,437	-	25,437
	<hr/> 67,441	<hr/> -	<hr/> 67,441
Total	<hr/> 107,941	<hr/> 88,474	<hr/> 196,415

Notes to the accounts for the year ended 31 August 2022 (continued)

4 Income from charitable activities (Continued)

Previous Reporting Period	Unrestricted £	Restricted £	Total 2021 £
Grants and contracts			
The Swallow Trust	12,500	-	12,500
Youth Music	-	30,417	30,417
Cheshire Community Foundation - COVID-19 Response	2,500	-	2,500
Small Groups Minds Matter	-	14,483	14,483
Co-op Food Poverty	-	4,931	4,931
The National Lottery Community Fund	-	50,986	50,986
Cheshire East Council - COVID-19 Response	3,500	-	3,500
Rank Foundation	-	26,470	26,470
Co-op Local Cause	-	1,820	1,820
Police Crime Commissioner Cheshire	-	997	997
Just Drop In	-	9,752	9,752
South West Peak Landscape Partnership	-	7,500	7,500
Love Music Trust	-	1,500	1,500
	<hr/> 18,500	<hr/> 148,856	<hr/> 167,356
Fees and other income			
Contract Work	34,881	-	34,881
Fund Raising	4,429	-	4,429
Other income	29,236	-	29,236
	<hr/> 68,546	<hr/> -	<hr/> 68,546
Total	<hr/> <hr/> 87,046	<hr/> <hr/> 148,856	<hr/> <hr/> 235,902

5 Investment income

	2022 £	2021 £
Income from bank deposits	203	-
Gift aid from Subsidiary	12,489	18,251
	<hr/> 12,692	<hr/> 18,251

All investment income is unrestricted.

Notes to the accounts for the year ended 31 August 2022 (continued)

6 Analysis of expenditure on charitable activities

	Total 2022 £	Total 2021 £
Staff costs	236,155	240,550
Subcontractors	15,607	9,956
Volunteers	2,108	4,846
Travel	6,159	5,298
Repairs and Maintenance	2,524	6,328
Residential and Catering	11,273	4,043
Activities, materials and resources	6,553	17,985
Premises	5,005	6,728
Administration	6,551	8,472
Equipment	2,704	5,088
Insurance	9,216	9,279
Other Professional fees	3,587	4,362
Miscellaneous	11,842	4,103
Depreciation	6,855	5,446
Governance costs (see note 7)	2,196	2,196
	<hr/>	<hr/>
	328,335	334,680
	<hr/>	<hr/>
	2022 £	2021 £
Restricted expenditure	121,715	143,908
Unrestricted expenditure	206,620	190,772
	<hr/>	<hr/>
	328,335	334,680
	<hr/>	<hr/>

7 Analysis of governance costs

	2022 £	2021 £
Accountancy services	2,196	2,196
	<hr/>	<hr/>
	2,196	2,196
	<hr/>	<hr/>

Notes to the accounts for the year ended 31 August 2022 (continued)

8 Net income/(expenditure) for the year

This is stated after charging/(crediting):	2022 £	2021 £
Depreciation	6,855	5,446
Independent examiner's fee		
Independent examination	750	750
Accountancy	1,080	1,080
	<u>1,080</u>	<u>1,080</u>

9 Staff costs

Staff costs during the year were as follows:

	2022 £	2021 £
Wages and salaries	217,354	221,516
Social security costs	11,686	12,150
Pension costs	7,115	6,884
	<u>236,155</u>	<u>240,550</u>

During the year £20,263 (2021: £8,879) of the above costs were recharged to one of the charity's subsidiaries.

No employee has employee benefits in excess of £60,000 (2021: Nil).

The average number of staff employed during the period was 20.7 (2021: 20.6).

The average full time equivalent number of staff employed during the period was 10.9 (2021: 9.7).

The key management personnel of the charity comprise the trustees and senior management of the charity. The total employee benefits of the key management personnel of the charity were £175,571 (2021: £189,643).

Notes to the accounts for the year ended 31 August 2022 (continued)

10 Trustee remuneration and expenses

One trustee, Ameera Fletcher, was paid as an employee by the charity in the year. Ameera Fletcher was paid as an employee £50,241 (2021: £49,845) by the charity in the year.

The employment of Ameera Fletcher is in accordance with the governing document of the charity.

No other trustees, nor any persons connected with them received any remuneration or reimbursed expenses during the year (2021: £nil).

One trustee received travel and subsistence expenses of £94 during the year (2021:£nil).

There are no donations from related parties which are outside the normal course of business and no restricted donations from related parties.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity, including guarantees, during the year.

11 Related party transactions

The charity has two subsidiaries:-

- Cre8 Works Ltd, a company limited by guarantee, company number 07737881.
- Cre8 Facilities Limited, a company limited by guarantee, company number 09237866.

Cre8 Facilities Limited

	2022 £	2021 £
Transactions in the period comprised:		
Gift Aid payment from subsidiary	12,489	18,251
Recharge of expenses to subsidiary	22,823	10,862
Balance owed by/(to) the subsidiary at period end	1,490	818

In accordance with guidance from the Financial Reporting Council in December 2017, the subsidiary no longer accrues the gift aid payment within its accounts. The payment to the parent charity will still be made within 9 months of the year end.

Notes to the accounts for the year ended 31 August 2022 (continued)

12 Government grants

The government grants recognised in the accounts were as follows:

	2022 £	2021 £
Cheshire East Council	-	23,500
Police Crime Commissioner Cheshire	-	997
	<hr/>	<hr/>
	-	24,497
	<hr/>	<hr/>

There are no unfulfilled conditions and contingencies attaching to the grants.

13 Corporation tax

The charity is exempt from tax on income and gains falling within Chapter 3 of Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the charity.

14 Fixed assets: tangible assets

	IT Software £	Motor Vehicles £	Total £
Cost			
At 1 September	3,396	36,939	40,335
Additions	-	18,000	18,000
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 August 2022	3,396	54,939	58,335
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 September	566	26,966	27,532
Charge for the year	1,132	5,723	6,855
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 August 2022	1,698	32,689	34,387
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 August 2022	1,698	22,250	23,948
	<hr/>	<hr/>	<hr/>
At 31 August 2021	2,830	9,973	12,803
	<hr/>	<hr/>	<hr/>

Cre8 Macclesfield Ltd

Notes to the accounts for the year ended 31 August 2022 (continued)

15 Debtors

	2022 £	2021 £
Fees Receivable	520	2,698
Cre8 Facilities Limited	1,490	818
Gift aid claim	4,500	-
Grant Receivable	-	15,810
Prepayments	1,341	1,095
	<hr/>	<hr/>
	7,851	20,421
	<hr/> <hr/>	<hr/> <hr/>

16 Cash at bank and in hand

	2022 £	2021 £
Short term deposits	80,150	119,947
Cash at bank and on hand	37,435	50,197
	<hr/>	<hr/>
	117,585	170,144
	<hr/> <hr/>	<hr/> <hr/>

17 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	3,605	5,288
Other creditors and accruals	5,875	5,121
Taxation and social security costs	-	4,575
	<hr/>	<hr/>
	9,480	14,984
	<hr/> <hr/>	<hr/> <hr/>

Notes to the accounts for the year ended 31 August 2022 (continued)

18 Analysis of movements in restricted funds

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers £	Balance at 31 August 2022 £
Youth Music	9,692	21,679	(26,714)	-	4,657
Co-op Local	575	2,999	(2,083)	-	1,491
Love Music Trust	-	1,500	(1,500)	-	-
The National Lottery	18,643	53,339	(57,366)	-	14,616
Community Fund					
The Rank	11,680	-	(10,426)	-	1,254
Foundation					
Cheshire Community Foundation Music	-	2,000	(2,000)	-	-
Cheshire Community Foundation Camas 2022	-	2,500	(2,500)	-	-
Cheshire Community Foundation Jubilee	-	4,457	(4,457)	-	-
Small Groups	13,620	-	(12,616)	-	1,004
Minds Matter					
Co-op Food Poverty	1,650	-	(1,650)	-	-
Police Crime Commissioner Cheshire	417	-	(403)	-	14
Total	56,277	88,474	(121,715)	-	23,036

Notes to the accounts for the year ended 31 August 2022 (continued)

18 Analysis of movements in restricted funds (Cont.)

Previous Reporting Period	<i>Balance at 1 September 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>Balance at 31 August 2021 £</i>
<i>Youth Music</i>	8,985	30,417	(29,710)	-	9,692
<i>Co-op Local Cause</i>	1,134	1,820	(2,379)	-	575
<i>Love Music Trust</i>	-	1,500	(1,500)	-	-
<i>The National Lottery Community Fund</i>	15,271	50,986	(47,614)	-	18,643
<i>The Rank Foundation</i>	7,415	26,470	(22,205)	-	11,680
<i>Cheshire Community Foundation Social Enterprise</i>	18,524	-	(18,524)	-	-
<i>G8 Way Project</i>	-	9,752	(9,752)	-	-
<i>Small Groups Minds Matter</i>	-	14,483	(863)	-	13,620
<i>Co-op Food Poverty</i>	-	4,931	(3,281)	-	1,650
<i>Police Crime Commissioner Cheshire</i>	-	997	(580)	-	417
<i>South West Peak National Lottery Heritage Fund</i>	-	7,500	(7,500)	-	-
Total	51,329	148,856	(143,908)	-	56,277

Notes to the accounts for the year ended 31 August 2022 (continued)

18 Analysis of movements in restricted funds (Cont.)

Name of restricted fund	Description, nature and purposes of the fund
Youth Music	Open Programme grant. Used for music project activities
Co-op Local Cause	Small work projects to enhance local community including gardening, maintenance & building plants and work benches
Love Music Trust	Trips and equipment for furthering the music project activities
The National Lottery Community Fund	Cre8 project grow; a sustainable, low-cost food network, accessible neighbourhood green space and local people developing their own community, health and wellbeing activities
The Rank Foundation	Time to Shine Leadership Programme, funding full-time administrator for 12 months
Cheshire Community Foundation	
- Music	Funding for the provision of music project activities
- Camas 2022	Residential for 11 - 16 year olds
- Jubilee	Jubilee Fund 2022, to develop and deliver a programme of music and dance activities to celebrate the Queen's jubilee
Small Groups Minds Matter	Funded through Cheshire Minds Matter, delivering small project work for young people
Co-op Food Poverty	Small group project work to enhance skills and tackle food poverty
Police Crime Commissioner Cheshire	Supporting young people into work with preparation and volunteering experiences

Notes to the accounts for the year ended 31 August 2022 (continued)

19 Analysis of movement in unrestricted funds

	Balance at 1 September 2021 £	Income £	Expenditure £	Transfers £	As at 31 August 2022 £
General fund	132,107	191,381	(206,620)	-	116,868
	<u>132,107</u>	<u>191,381</u>	<u>(206,620)</u>	<u>-</u>	<u>116,868</u>
Previous Reporting Period	<i>Balance at 1 September 2020</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers £</i>	<i>As at 31 August 2021 £</i>
General fund	106,729	216,150	(190,772)	-	132,107
	<u>106,729</u>	<u>216,150</u>	<u>(190,772)</u>	<u>-</u>	<u>132,107</u>
Name of unrestricted fund	Description, nature and purposes of the fund				
General fund	The free reserves after allowing for all designated funds				

20 Analysis of net assets between funds

	General fund £	Designated funds £	Restricted funds £	Total £
Tangible fixed assets	23,948	-	-	23,948
Net current assets/(liabilities)	92,920	-	23,036	115,956
Total	<u>116,868</u>	<u>-</u>	<u>23,036</u>	<u>139,904</u>
Previous Reporting Period	<i>General fund £</i>	<i>Designated funds £</i>	<i>Restricted funds £</i>	<i>Total £</i>
Tangible fixed assets	12,803	-	-	12,803
Net current assets/(liabilities)	119,304	-	56,277	175,581
Total	<u>132,107</u>	<u>-</u>	<u>56,277</u>	<u>188,384</u>

Notes to the accounts for the year ended 31 August 2022 (continued)

21 Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net income/(expenditure) for the year	(48,480)	30,326
Adjustments for:		
Depreciation charge	6,855	5,446
Dividends, interest and rents from investments	(12,692)	(18,251)
Decrease/(increase) in debtors	12,570	(18,107)
Increase/(decrease) in creditors	(5,504)	7,829
	<hr/>	<hr/>
Net cash provided by/(used in) operating	(47,251)	7,243
	<hr/> <hr/>	<hr/> <hr/>

Cre8 Macclesfield Ltd
Statement of Financial Activities
(including Income and Expenditure account)
for the year ended 31 August 2021

	Note	Unrestricted funds £	Restricted funds £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	3	110,853	-	110,853	53,314
Charitable activities	4	87,046	148,856	235,902	245,420
Investments	5	18,251	-	18,251	436
Total income		216,150	148,856	365,006	299,170
Expenditure on:					
Charitable activities	6	190,772	143,908	334,680	296,705
Total expenditure		190,772	143,908	334,680	296,705
Net income/(expenditure) before net gains/(losses) on investments		25,378	4,948	30,326	2,465
Net income/(expenditure) for the year	8	25,378	4,948	30,326	2,465
Net movement in funds for the year		25,378	4,948	30,326	2,465
Reconciliation of funds					
Total funds brought forward		106,729	51,329	158,058	155,593
Total funds carried forward		132,107	56,277	188,384	158,058

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.