

**Report of the Trustees and  
Audited Financial Statements  
for the Year Ended 31 March 2021  
for  
Chorley Youth Zone**

McMillan & Co LLP  
Chartered Accountants and  
Statutory Auditor  
28 Eaton Avenue  
Matrix Office Park  
Buckshaw Village  
Chorley  
Lancashire  
PR7 7NA

# **Chorley Youth Zone**

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# **Chorley Youth Zone**

## **Reference and Administrative Details** for the year ended 31 March 2021

<b>REGISTERED OFFICE</b>	Inspire Youth Zone Chapel Street Chorley Lancashire United Kingdom PR7 1BS
<b>REGISTERED COMPANY NUMBER</b>	09972518 (England and Wales)
<b>REGISTERED CHARITY NUMBER</b>	1167309
<b>AUDITORS</b>	McMillan & Co LLP Chartered Accountants and Statutory Auditor 28 Eaton Avenue Matrix Office Park Buckshaw Village Chorley Lancashire PR7 7NA
<b>BANKERS</b>	Handelsbanken Winkley Chambers 30 Winkley Square Preston PR1 3JJ

Website [http:// www .inspireyouthzone.org/](http://www.inspireyouthzone.org/)

# Chorley Youth Zone

## Report of the Trustees for the year ended 31 March 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Chorley Youth Zone was incorporated on 27 January 2016 (Company registration number: 09972518) as a company limited by guarantee and registered as a Charity on 24 May 2016 (Charity registration number: 1167309).

### Trading name

Inspire

### Directors and Trustees

The Directors and Trustees of the Charity who served during the period are:

James Carter	
Gwynne Furlong	
Andrew Turner	
Matthew Currie	
Stacey Turner	Resigned 2 December 2020
Stephen Hitchen	Resigned 2 December 2020
David Barton	
Neale Graham	
Christopher Sinnott	
Heather Aust	Appointed 10 February 2021
Anthony Garner	Appointed 10 February 2021

### Chief Executive

Janine Blythe

### WHO ARE WE?

Chorley Youth Zone, named 'Inspire' by young people, is a purpose-built facility for the borough's young people aged 8-19, and up to 25 for those with disabilities or special educational needs. The Youth Zone is located in the heart of the town, on the corner of Railway Street and Chapel Street, with easy access on foot and by bus, train and car.

Inspire is part of a network of similar independent youth organisations that all share the same principles, developed by the Charity OnSide (charity number 1125893). OnSide's mission is to empower young people to lead positive, fulfilling lives by providing access to incredible spaces and exceptional youth work delivered by outstanding people, where they are needed the most. Inspire offers annual membership for only £5 and 50p per visit, ensuring provision is affordable for all, it provides a safe environment where young people can spend their leisure time, helping each young person to raise their aspirations, as well as improve their physical and mental health. There are up to 20 different activities available each night, including football, boxing, dancing, climbing, creative arts, music, drama and employability training.

Inspire follows the sustainable model used across the network, comprising of a unique partnership approach; drawing together the Local Authority, private sector business people, young people and the local community. This partnership approach aims to embed the Youth Zone in the community for the long term, whilst meeting the immediate needs of young people.



# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2021**

### **OBJECTIVES AND ACTIVITIES**

#### **Inspire Objectives**

Inspire (Chorley Youth Zone)'s objects are to help and educate children and young people resident in Chorley and surrounding areas through their leisure time activities by promoting their full physical and spiritual potential in order that they may grow to full maturity as individuals and members of society and their conditions of life may improve.

Inspire Youth Zone opened its £4.8m, state-of-the-art youth facility in May 2018. Part of the rapidly growing 'OnSide Network', Inspire offers a huge range of activities and support that aims to give young people somewhere to go, something to do and someone to talk to. We believe that all young people deserve a high-quality and inspirational place they can call their own, to make new friends, try new things, and get support if they need it. We also believe this should be affordable to all, which is why annual membership costs just £5, and entry to access all facilities and activities, is just 50p per visit. Inspire is open when schools are closed, evenings, weekends, holidays, 52 weeks per year.

Inspire supports young people between the ages of 8-19 years (or up to 25 for those with a disability), and the wider local community on our weekly 'family days' where members can bring friends and family members - on their membership!

#### **Inspire Activities**

At Inspire, members can 'Be Inspired' to:

- Be Honest - talk about what is going on for them, and sometimes discuss how our behaviour impacts others, a place to give and receive help and support
- Be Creative - in our wonderful art, craft and textiles space, trying new and amazing ways of self-expression
- Be Fit - in the Inspire gym; high-end, friendly and accessible cardio, weights, free weights and circuits - just for members!
- Be Comfortable - sometimes you just need a space that's a little quieter and chilled, where you can read, do homework, play board games (and LEGO)!
- Be Adventurous - wonderful climbing wall with qualified climbers (and a bit of healthy competition)
- Be Active - 2 court sports hall and a programme of activities including basketball, netball, tennis, badminton, Futsal, dodgeball and so much more
- Be Loud - drums, keyboard, guitar, band practice, radio station, karaoke and lip sync battles and not forgetting the Inspire YouTube Channel
- Be Onside - football, touch rugby and other stuff - in our cool, state of the art, basement pitch
- Be Dramatic - street dance, drama games, musical theatre, cheerleading, tumbling and morris dancing!
- Be Disciplined - boxing training with a championship winning trainer (courtesy of Chorley Amateur Boxing Club)
- Be Transformed - so much more than make-up, nails and hair, this is all about being the best version of YOU and practicing kindness, acceptance, tolerance, self-esteem, self-confidence and learning how to be safe in a modern, digital world and get advice and guidance about relationships, family and friendships (age appropriate)
- Be Successful - media and enterprise, coding club, building the workforce and leaders of tomorrow!
- Be Refuelled - food, it's important. The cafe provides hot and healthy home cooked meals from just £1 - affordable for everyone
- Be Social - in the Inspire Recreation Area, the beating heart of the Youth Zone, pool, darts, ping pong, silly games, play station battles, dancing and sing offs and a place to relax with friends.

Inspire's Holiday Club provides affordable & themed holiday childcare from 8-4pm (as well as access to all Inspire has to offer) and where funding allows, provides access to free activities and food to vulnerable children and young people.

# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2021**

### **OBJECTIVES AND ACTIVITIES**

#### **Our Values**

Always Inspirational

- Encourage young people to have fun and participate
- Make a positive difference to the lives of young people
- Be the person we needed when we were young

Positive role models to young people and each other

- Demonstrate confidence and leadership, be calm interested and honest
- Show respect, concern and kindness for others, always
- Be reliable and consistent for the team and young people, always follow through

Provide Leadership

- Be organised and ambitious, the best
- Bring high energy, enthusiasm, innovation and creativity to every session
- Take responsibility and get involved, if something needs doing, do it

Be Excellent

- Be great at what we do, but strive to be and do better
- Be clear and focussed about what is important (young people)
- Advocate for young people and for Inspire



# Chorley Youth Zone

## Report of the Trustees for the year ended 31 March 2021

### OBJECTIVES AND ACTIVITIES

#### Achievement during the year Progress against 5 year strategy

In light of the rapidly changing situation and government guidance in relation to the fight against COVID-19, the main focus during the year has been adapting our services to enable us to continue to support young people at a time when many of their other activities and support mechanisms have been impacted. However, we have also been able to make some progress against our 5 year strategy. Our key priorities are:

- To be financially secure with positive cashflow and robust financial management processes
- For Inspire to be the number one destination for the young people of Chorley
- To be a safe and inspiring place for people to work and young people to enjoy
- To raise awareness and impact of Inspire as a flagship local charity and secure financial support from the business and local community.

**Financially secure** - At the start of the year there was some concern as to the impact the global pandemic might have on the short, medium and long term viability of the charity, particularly given it had only opened three years ago and given most of the fundraising was predicated on corporate donations, philanthropic gifts and community fundraising events. The majority of events planned for the whole year were cancelled, and it was anticipated that supporters may need to withdraw their support to focus on their own business needs. As a charity we immediately shifted to focus on applying for grants and trusts and working with colleagues at OnSide and across the OnSide network to reach out for support to enable us to continue our work in the community. Fortunately, this approach was hugely successful, and we are grateful to all those who continued to support the charity in what has been a very difficult year. The vast majority of our supporters have continued their support to the charity and even elevated their gifts. The OnSide network successfully participated in the Government 'Community Match Challenge' where they matched 'pound for pound' any funds pledged and received in year. A hugely successful 'Fired up 4' campaign, led by Trustee Neale Graham and acclaimed ceramic artist Kate Malone, brought artists from around the world together (virtually) to raise funds in an online ceramic art auction. We were also successful in securing funds from a number of grant-making bodies, including Reaching Communities and Children in Need. Success across all these areas, coupled with the government's Furlough scheme, allowed us to make further progress against the area of the strategy, meeting our targets for the year and also enabling us to look at cost effective ways to build a sinking fund to help towards the pending replacement cycle for a number of Inspire's facilities, leading to the creation of an investment strategy. We are however mindful of the potential delayed impact of support for charitable causes in the coming years and will keep a close focus on the finances to ensure we can remain a going concern.

**Number 1 destination for young people in Chorley** - Despite being an incredibly difficult year with regard to being able to open regularly and without restriction, the number of young people we have been able to support this year has been incredible. Though visits to the building itself has been restricted due to the implementation of bubbles, the team embraced different methods of supporting young people through detached work in parks and open spaces throughout the borough, doorstep welfare checks and providing virtual and digital support. As such, the reach of the charity has extended beyond the walls and into the community. The focus going forward will be to encourage membership and attendance whilst also building on our work in the community.

**A safe and inspiring place** - We take our responsibilities to health and safety and safeguarding very seriously and have made significant investment both in training and systems to help us manage the significant increase in number and levels of safeguarding cases brought to our attention. We work closely with schools and other partners in support of the children all across the borough. Our vision and values are now well embedded into all our internal process though we continue to review these each year. We continue to achieve very high levels of commitment but have also seen many members of the sessional team in particular move on to full time work or other opportunities. Our levels of volunteers reduced dramatically over the year and so recruiting, inducting and training a strong staff and volunteer team will be a key priority in the year to come.



# Chorley Youth Zone

## Report of the Trustees for the year ended 31 March 2021

### OBJECTIVES AND ACTIVITIES

**Inspire as a flagship local Charity** - This continues to be an area of development for Inspire. As a young charity we have much to do in raising our profile within the community and garnering high profile support from the local and business community alike. Participation from young people remains very high despite the pandemic but we need to do more, both in promoting the work we do and in galvanizing the support of the community.

### Achievements in the Pandemic

2020-2021 was our third year of operation and unfortunately coincided with the COVID - 19 pandemic. This necessitated a fundamental change in our approach to supporting young people during an incredibly unsettling time coupled with operational difficulties working within ever changing government and sector guidelines and our own ability to deliver services with restricted staffing, often due to illness or isolation.

Inspire, through the focus of the board and the considerable commitment, passion and creativity of the team, has achieved an incredible amount in this financial year, remaining open throughout the year and supporting not only thousands of children and young people but also the wider community and smaller VCFS (Voluntary and Community Faith Sector) organisations.

Some of our achievements are listed below and in the graphic:

- Setting up a crisis text line within 24 hours of lockdown to help and support both children and parents;
- Delivering proactive 1:1 support and mentoring with those most vulnerable, either face to face or virtually depending on the guidance at the time
- Proactive contact via phone calls to connect with children and their parents to check welfare, share details of our virtual offer and to gauge any support needs for onward referrals or direct support needs
- Continuing to deliver a 6 day a week offer but in a variety of ways depending on the guidance at the time. This included games, activities and challenges, and chill out sessions delivered online, virtually, through social media or face to face, and a range of targeted and open access sessions
- Implementation and delivery of a 5 day a week street-based /satellite provision - including doorstep delivery of welfare packs, targeted street based work in areas where young people might congregate to educate and inform, and some outdoor activities where appropriate
- Small invite only and targeted group work to allow the continued support of vulnerable young people struggling with mental health, or a range of other issues.

In addition to the above we have provided:

- Personalised food shopping for those shielding in the first wave, co-ordinating volunteer response and directly delivering hundreds of bags of shopping to the elderly and vulnerable until other organisations could get up and running - some of this has continued throughout the year;
- Daily cooked meals to support families at risk of food poverty identified by schools and other partners through our Holiday Hunger programme;
- Food vouchers to the families of children really struggling to cope financially during the pandemic;
- A range of items requested with the amazing support of the 'Inspire Family' including microwaves, fridges, reconditioned laptops phones and wi-fi (to support learning at home).

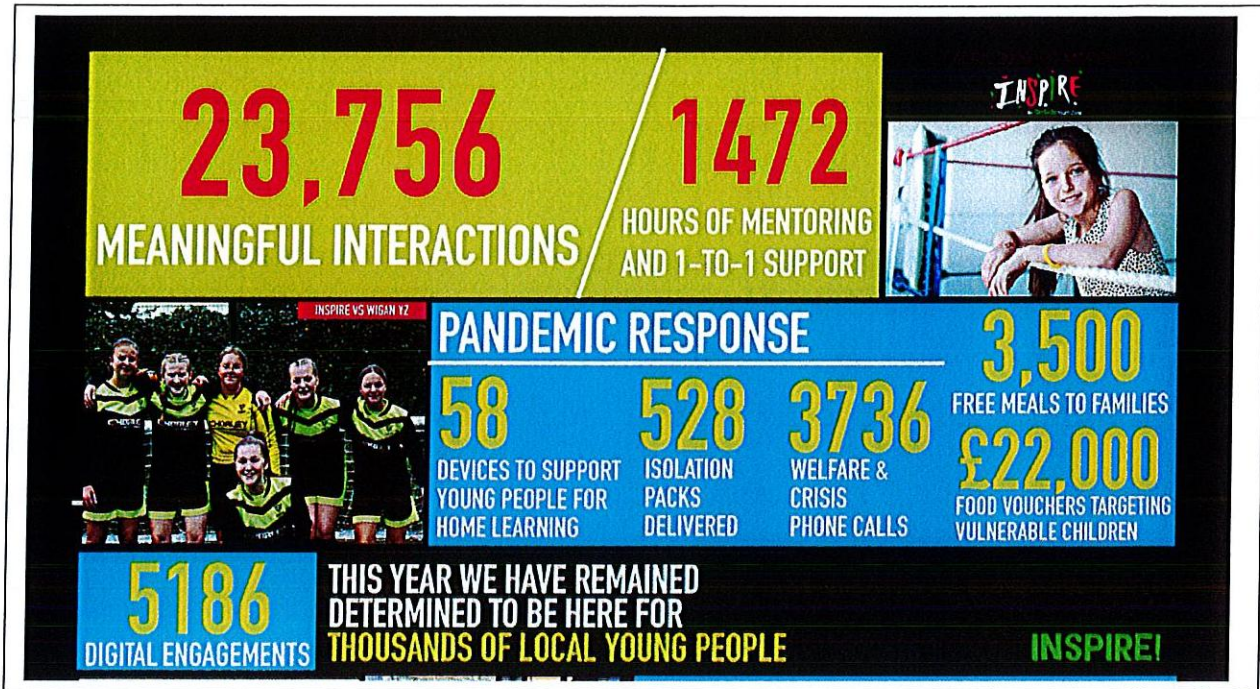
We have also played a key role in the community response to the pandemic by supporting smaller voluntary sector providers to capacity build, risk assess and adapt their delivery in the context of the pandemic, access additional funding



# Chorley Youth Zone

## Report of the Trustees for the year ended 31 March 2021

### OBJECTIVES AND ACTIVITIES



#### Public benefit

The Trustees of Chorley Youth Zone believe they have complied with the duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission.

Inspire's Vision is "to be a charity at the centre of our community, a place where young people can be safe, be inspired and have fun!" and our mission is "to provide an inspirational and exciting place for the young people of Chorley to make friends, try new things, have fun and get support if they need it". Open 40 hours a week and every day, we provide a wide range of inspirational activities for the young people of Chorley and surrounding areas to enjoy. Our membership includes children from 8 - 19 years, and up to 25 years for those with additional needs and costs £5 per year and attendance just 50p per session, ensuring access is affordable to all.

#### Fundraising Statement

The Trustees have given due consideration to Charity Commission published guidance on the operation of the public benefit requirement and are satisfied that this requirement is met by carrying out the activities as described in this report.

#### FINANCIAL REVIEW

##### Principal funding sources

Inspire raises funds by approaching businesses and philanthropic individuals who have an interest in supporting young people. We also apply for grants from Trusts that have the same interest.

The charity is registered with the Fundraising Regulator and complies fully with its code of conduct. Primarily we work with people who have been introduced to our cause on a one-to-one basis and all fundraising activities are monitored by the Chief Executive. During the period the charity received no complaints regarding its fundraising activities.

The charity does not door-to-door street fundraise so does not come into contact with vulnerable or other people who may feel intruded upon, unreasonably persistently approached or have had undue pressure placed upon them.



# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2021**

### **FINANCIAL REVIEW**

#### **Investment policy and objectives**

The charity has performed well during the period and has been able to build on the reserves policy and establish an investment policy for funds not immediately needed (sinking fund) both key priorities for the Board. The charity continues to critically review both its income generation strategy and expenditure to ensure it continues to perform well, taking full advantage of funding opportunities, securing philanthropic and business support and generating income while ensuring high quality and cost effective delivery.

A full review of expenditure has been undertaken for the following year ensuring that staffing levels remain optimal and that the charity secures best value for services wherever possible.

The cash expenditure of the charity is closely monitored by the executive team, along with the Board's Finance Committee.

As with many charities of this nature, there are significant funding pressures and securing sufficient levels of funding in-year will be a challenge until the charity is better established. However, whilst it is never possible to be certain concerning future events, the Trustees consider that the steps they have taken are sufficient to maintain the financial affairs of the charity adequately to enable it to continue its activities at their current scale.

#### **Reserves policy**

The Board of Trustees has established a reserves policy which appropriately reflects the risks to which the Charity is exposed. In reviewing the potential costs that could arise should a significant reduction in income be incurred, the Trustees have determined that unrestricted, 'free' reserves should be maintained at a minimum of 3 months (with a target to reach 6 months free reserves).

Total unrestricted reserves at the end of the period were £913,614 (2020: £326,707).

Operating costs in the coming year are estimated to be around £95k per month, reflecting an increase in the number of projects and contracts being delivered throughout the year. This dictates a minimum free reserve level of three months at £285k for 2021/22 with a target to retain 4 months (£380k) for this purpose. The amount of free reserves is calculated and reviewed on a monthly basis to ensure compliance, with any variance being reported to the Board. The reserves policy does not consider expenditure which is linked to restricted projects and therefore covered by restricted funds.

Given the uncertainty related to fundraising capability in the coming year the board agreed to a deficit budget for the coming year, anticipating that approximately £320k of this years reserves may be required in year to enable the full service to continue to be delivered.

Given the fundraising success in 2020/21 the board have additionally taken the decision to develop an investment policy in order to ensure any funds generated and not needed in the immediate term (for example those set aside as a sinking fund) are appropriately invested in line with the parameters set by the Trustees.

The Trustees manage the Youth Zone's finances so that an adequate level of reserves and sinking fund can be maintained in compliance with this policy.



# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2021**

### **FUTURE PLANS**

Inspire responded very quickly to the emerging pandemic both from a delivery and a financial perspective. Board meetings shifted initially to fortnightly in order to maintain adequate oversight of the charity in light of developments and to lend support and guidance to the Chief Executive and senior team.

Delivery adapted quickly to the changed guidance and despite significant disruption, were able to continue supporting thousands of local young people through provision of a crisis text line, digital support, a timetable of virtual, on line activities and live streaming, supported by a new mentoring service for those who need significant levels of support.

From a financial perspective, the charity immediately revised the fundraising strategy, shifting to a grant and trust focus, launching an emergency appeal and ensuring all current and past supporters were well appraised of our continuing need for support and our ongoing delivery, with positive results. In addition, the charity has made full use of the Government job retention scheme and has balanced the needs of continuing to support young people throughout this period and into the coming year, with the need to ensure that the charity remains sustainable financially.

Future plans for delivery and fundraising remain under constant review at senior and board level until further notice, with appropriate action taken to ensure this remains the case.

### **Restricted funds and delivery contracts**

£4,516,000 (2020: £4,644,000) will be carried forward into 2022/23 for restricted projects. Robust communication will be prioritised to ensure that Inspire is able to meet its obligations in the changed circumstances. We have excellent relationships with funders and will work with them to adapt provision where needed.

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Inspire, Chorley Youth Zone is a company limited by guarantee and is governed by its Memorandum and Articles of Association dated 27 January 2016. It is a Charity registered with the Charity Commission on 24 May 2016.

In the event of the Company winding-up, the members have guaranteed the liabilities of the Company to the sum not exceeding £10 each.

#### **Recruitment and appointment of new trustees**

The first Directors were the subscribers to the memorandum as notified to Companies House as the first Directors of the Charity. A person appointed as a Director thereupon becomes a Member of the Charity and a Director who ceases to hold office for any reason thereupon ceases to be a Member of the Charity.

The Directors have power to appoint, by ordinary resolution, any person to be a Director who is willing to act as such. A person appointed as a Director is also appointed, and registered with the Charity Commission, as a Trustee.

The number of Directors should not be less than three and there is no maximum. At the first Annual General Meeting all Directors must retire and seek re-election. At each subsequent annual general meeting one third of the Directors are required to retire by rotation and seek re-appointment if they wish to continue, The Members of the Charity are its Directors for the time being and the only persons eligible to be Members of the Charity is its Directors.



# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2021**

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Organisational structure**

Inspire (Chorley Youth Zone) is governed by its Trustee Board which is responsible for setting the strategic direction of the organisation and the policy of the Charity. The Trustees carry the ultimate responsibility for the conduct of Chorley Youth Zone and for ensuring that the Charity satisfies its legal and contractual obligations. The Trustees may delegate the implementation of their decisions or day-to-day management of the affairs of the Charity to any employee of the Charity, person or committee as they think fit. Any committee must include at least one Trustee.

Decisions are determined by a simple majority of votes. In the case of an equality of votes the Chair of the meeting has the casting vote.

Inspire has a number of sub-groups of the Board including Health and Safety/ Premises, Safeguarding, HR and Remuneration and Income Generation. All groups include at least one board member/trustee alongside the operational counterparts. Actions required may be delegated by the board member/trustee at their discretion.

A Chief Executive Officer, appointed by the Board, manages the day to day operations. To facilitate effective operations the Chief Executive has delegated authority as approved by the Board for all operational matters including finance, human resources and operational delivery. The board approves the strategic plan and annual Business plan and scrutinises business performance including financial performance as well as providing advice to the Chief Executive on operational matters of performance.

The pay of the Chief Executive Officer is reviewed annually by the Remuneration sub-committee, benchmarking salaries against those of similar Youth Zones within the OnSide Youth Zone Network and sector.

#### **Induction and training of new trustees**

Newly appointed trustees are provided with comprehensive induction to Inspire Youth Zone's provision, including key information about the organisation's development, governance and safeguarding.

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Chorley Youth Zone for the purposes of company law) are responsible for preparing the Report of the Trustees 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 those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

## Chorley Youth Zone

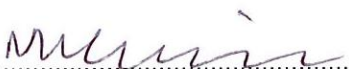
### Report of the Trustees for the year ended 31 March 2021

#### AUDITORS

The auditors, McMillan & Co LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 14 December 2021 and signed on its behalf by:

  
.....

Matthew Currie - Trustee



## **Report of the Independent Auditors to the Members of Chorley Youth Zone**

### **Opinion**

We have audited the financial statements of Chorley Youth Zone (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and 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 (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 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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 the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.



## **Report of the Independent Auditors to the Members of Chorley Youth Zone**

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where 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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes 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 charitable company'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.

## **Report of the Independent Auditors to the Members of Chorley Youth Zone**

### **Our 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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation and data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships; and
- tested journal entries to identify unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators including the Health and Safety Executive, and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.



## Report of the Independent Auditors to the Members of Chorley Youth Zone

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

### 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 auditors' 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.



Neil McMillan FCA (Senior Statutory Auditor)  
for and on behalf of McMillan & Co LLP  
Chartered Accountants and  
Statutory Auditor  
28 Eaton Avenue  
Matrix Office Park  
Buckshaw Village  
Chorley  
Lancashire  
PR7 7NA

Date: ..... 14 December 2021 .....

# Chorley Youth Zone

## Statement of Financial Activities for the year ended 31 March 2021

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	835,914	386,770	1,222,684	945,697
<b>Charitable activities</b>	5				
Youth Zone activities		5,409	-	5,409	59,085
Catering income		2,271	-	2,271	48,415
Facilities hire		24,800	-	24,800	36,903
Other trading activities	3	90,590	-	90,590	53,097
Investment income	4	718	7	725	544
Other income		174,576	-	174,576	30,152
<b>Total</b>		<b>1,134,278</b>	<b>386,777</b>	<b>1,521,055</b>	<b>1,173,893</b>
<b>EXPENDITURE ON</b>					
Raising funds	6	3,860	-	3,860	12,195
<b>Charitable activities</b>	7				
Youth Zone activities		543,511	514,749	1,058,260	1,044,075
<b>Total</b>		<b>547,371</b>	<b>514,749</b>	<b>1,062,120</b>	<b>1,056,270</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>586,907</b>	<b>(127,972)</b>	<b>458,935</b>	<b>117,623</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		326,707	4,644,014	4,970,721	4,853,098
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>913,614</b>	<b>4,516,042</b>	<b>5,429,656</b>	<b>4,970,721</b>

The notes form part of these financial statements

# Chorley Youth Zone

## Balance Sheet 31 March 2021

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	-	4,514,115	4,514,115	4,621,020
<b>CURRENT ASSETS</b>					
Stocks	14	2,094	-	2,094	1,750
Debtors	15	35,305	-	35,305	67,945
Cash at bank and in hand		<u>1,135,346</u>	<u>1,927</u>	<u>1,137,273</u>	<u>390,956</u>
		1,172,745	1,927	1,174,672	460,651
<b>CREDITORS</b>					
Amounts falling due within one year	16	(259,131)	-	(259,131)	(110,950)
<b>NET CURRENT ASSETS</b>		<u>913,614</u>	<u>1,927</u>	<u>915,541</u>	<u>349,701</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>913,614</u>	<u>4,516,042</u>	<u>5,429,656</u>	<u>4,970,721</u>
<b>NET ASSETS</b>		<u>913,614</u>	<u>4,516,042</u>	<u>5,429,656</u>	<u>4,970,721</u>
<b>FUNDS</b>	17				
Unrestricted funds				913,614	326,707
Restricted funds				<u>4,516,042</u>	<u>4,644,014</u>
<b>TOTAL FUNDS</b>				<u>5,429,656</u>	<u>4,970,721</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 14 December 2021 and were signed on its behalf by:

  
Matthew Currie - Trustee



# Chorley Youth Zone

## Cash Flow Statement for the year ended 31 March 2021

	Notes	2021 £	2020 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>766,776</u>	<u>208,425</u>
Net cash provided by operating activities		<u>766,776</u>	<u>208,425</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(21,774)	(173,715)
Sale of tangible fixed assets		590	-
Interest received		<u>725</u>	<u>544</u>
Net cash used in investing activities		<u>(20,459)</u>	<u>(173,171)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<b>746,317</b>	<b>35,254</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u><b>390,956</b></u>	<u><b>355,702</b></u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u><b>1,137,273</b></u></u>	<u><u><b>390,956</b></u></u>

The notes form part of these financial statements

# Chorley Youth Zone

## Notes to the Cash Flow Statement for the year ended 31 March 2021

### 1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
<b>Net income for the reporting period (as per the Statement of Financial Activities)</b>	<b>458,935</b>	<b>117,623</b>
<b>Adjustments for:</b>		
Depreciation charges	128,089	116,798
Interest received	(725)	(544)
(Increase)/decrease in stocks	(344)	437
Decrease/(increase) in debtors	32,640	(37,916)
Increase in creditors	<u>148,181</u>	<u>12,027</u>
<b>Net cash provided by operations</b>	<b><u>766,776</u></b>	<b><u>208,425</u></b>

### 2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/20 £	Cash flow £	At 31/3/21 £
<b>Net cash</b>			
Cash at bank and in hand	<u>390,956</u>	<u>746,317</u>	<u>1,137,273</u>
	<u>390,956</u>	<u>746,317</u>	<u>1,137,273</u>
<b>Total</b>	<b><u>390,956</u></b>	<b><u>746,317</u></b>	<b><u>1,137,273</u></b>

# Chorley Youth Zone

## Notes to the Financial Statements for the year ended 31 March 2021

### 1. ACCOUNTING POLICIES

#### Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The presentational currency of the charity is pound sterling (£) and the amounts in the financial statements have been rounded to the nearest £1.

The financial statements have been prepared on a going concern basis. The Charity was able to take advantage of various initiatives during the year, including furlough and community match funding, which mitigated the impact of COVID 19. The Trustees have considered the future funding position of the charity, and the current reserves. They have prepared forecasts which cover a period of 12 months from the date of signing these accounts, which demonstrate that the Charity will continue to be able to pay its liabilities as they fall due. A full description of the steps taken by the Charity is set out on page 5 - Financially secure.

#### Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

For donations to be recognised, the Charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained, then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the Charity and it is probable that they will be fulfilled.

#### Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Charity and include the audit fees and costs linked with the strategic management of the Charity.

#### Government grants

The CJRS grant (furlough) is a government grant accounted for under the accruals model. Where the grant is classed as revenue, it is recognised in income on a systematic basis over the periods in which the company recognises the related costs.

#### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Long leasehold	- Over the term of the lease
Plant and machinery	- 25% on reducing balance



# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2021

### 1. ACCOUNTING POLICIES - continued

#### **Tangible fixed assets**

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 33% on cost

Fixed assets costing more than £250 are capitalised and included in the balance sheet at cost.

Depreciation methods, useful lives and residual values are reviewed if there is an indication of a significant change since the last annual reporting date.

Residual value is based on the prices prevailing at the date of acquisition or subsequent revaluation. Where, because of high estimated residual values, depreciation is immaterial, no depreciation is charged but an annual review for impairment is performed. Both residual values and useful lives are reviewed and adjusted, if appropriate, at each financial year end.

The carrying amounts of the Charity's assets are reviewed for impairment when events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable. If any indication exists, the assets recoverable amount is estimated.

Assets under construction are not depreciated until they are brought into use.

#### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### **Taxation**

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

#### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

The restricted fund relates to the property, including the associated fixtures and fittings. As the property is depreciated, there is a movement from the restricted fund to the unrestricted fund.

#### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

#### **Debtors and creditors receivable/payable within one year**

Debtors are creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised as expenditure.

## Chorley Youth Zone

### Notes to the Financial Statements - continued for the year ended 31 March 2021

#### 2. DONATIONS AND LEGACIES

	2021 £	2020 £
Donations	<u>1,222,684</u>	<u>945,697</u>

#### Donations

	Unrestricted 2021 £	Restricted 2021 £	Total 2021 £	Total 2020 £
Donations through OnSide Foundation	-	-	-	145,000
Chorley Council	100,000	-	100,000	100,000
Founder Patrons	272,829	-	272,829	368,406
Grants and trusts	416,672	386,070	802,742	130,897
Others	46,413	700	47,113	190,449
Gift Aid	-	-	-	10,945
	<u>835,914</u>	<u>386,770</u>	<u>1,222,684</u>	<u>945,697</u>

#### 3. OTHER TRADING ACTIVITIES

	2021 £	2020 £
Fundraising events	-	16,677
Other fundraising	<u>90,590</u>	<u>36,420</u>
	<u>90,590</u>	<u>53,097</u>

#### 4. INVESTMENT INCOME

	2021 £	2020 £
Deposit account interest	<u>725</u>	<u>544</u>



# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2021

### 5. INCOME FROM CHARITABLE ACTIVITIES

		2021 £	2020 £
Young people	Activity		
	Youth Zone activities	5,409	59,085
Catering income	Catering income	2,271	48,415
Facilities hire	Facilities hire	24,800	36,903
		<u>32,480</u>	<u>144,403</u>

### 6. RAISING FUNDS

#### Raising donations and legacies

	2021 £	2020 £
Fundraising costs	<u>3,860</u>	<u>12,195</u>

### 7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Youth Zone activities	<u>1,050,471</u>	<u>7,789</u>	<u>1,058,260</u>

### 8. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Youth Zone activities	<u>1,459</u>	<u>6,330</u>	<u>7,789</u>

### 9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021 £	2020 £
Auditors' remuneration	6,330	6,360
Depreciation - owned assets	<u>128,089</u>	<u>116,799</u>

### 10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2021

### 11. STAFF COSTS

	2021 £	2020 £
Wages and salaries	607,703	625,205
Social security costs	30,797	29,718
Other pension costs	9,828	8,535
	<u>648,328</u>	<u>663,458</u>

The average monthly number of employees during the year was as follows:

	2021 <u>81</u>	2020 <u>78</u>
Staff		

No employees received emoluments in excess of £60,000.

The aggregate remuneration of the Key Management Personnel, comprising the Chief Executive, Office and Administration manager, Youth Work Manager, Head of Fundraising and Volunteer and Training manager, was £198,200, an increase of the previous year due to the vacant position now filled (2020: £159,095).

### 12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	780,777	164,920	945,697
<b>Charitable activities</b>			
Youth Zone activities	59,085	-	59,085
Catering income	48,415	-	48,415
Facilities hire	36,903	-	36,903
Other trading activities	53,097	-	53,097
Investment income	471	73	544
Other income	<u>30,152</u>	<u>-</u>	<u>30,152</u>
<b>Total</b>	1,008,900	164,993	1,173,893
<b>EXPENDITURE ON</b>			
Raising funds	12,195	-	12,195
<b>Charitable activities</b>			
Youth Zone activities	918,166	125,909	1,044,075
<b>Total</b>	<u>930,361</u>	<u>125,909</u>	<u>1,056,270</u>
<b>NET INCOME</b>	78,539	39,084	117,623
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	248,168	4,604,930	4,853,098



# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2021

### 12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>326,707</u>	<u>4,644,014</u>	<u>4,970,721</u>

### 13. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>					
At 1 April 2020	4,725,580	10,486	104,377	10,801	4,851,244
Additions	-	-	18,944	2,830	21,774
Disposals	-	-	(2,360)	-	(2,360)
At 31 March 2021	<u>4,725,580</u>	<u>10,486</u>	<u>120,961</u>	<u>13,631</u>	<u>4,870,658</u>
<b>DEPRECIATION</b>					
At 1 April 2020	175,966	2,074	45,808	6,376	230,224
Charge for year	94,512	1,916	27,825	3,836	128,089
Eliminated on disposal	-	-	(1,770)	-	(1,770)
At 31 March 2021	<u>270,478</u>	<u>3,990</u>	<u>71,863</u>	<u>10,212</u>	<u>356,543</u>
<b>NET BOOK VALUE</b>					
At 31 March 2021	<u>4,455,102</u>	<u>6,496</u>	<u>49,098</u>	<u>3,419</u>	<u>4,514,115</u>
At 31 March 2020	<u>4,549,614</u>	<u>8,412</u>	<u>58,569</u>	<u>4,425</u>	<u>4,621,020</u>

### 14. STOCKS

	2021 £	2020 £
Stocks	<u>2,094</u>	<u>1,750</u>

### 15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	10,341	53,794
Other debtors	2,836	6,109
Prepayments and accrued income	<u>22,128</u>	<u>8,042</u>
	<u>35,305</u>	<u>67,945</u>

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2021

### 16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	33,689	19,461
Social security and other taxes	21,713	16,753
Other creditors	280	2,022
Staff salaries	43,925	41,438
Accruals and deferred income	159,524	31,276
	<u>259,131</u>	<u>110,950</u>

### 17. MOVEMENT IN FUNDS

	At 1/4/20 £	Net movement in funds £	At 31/3/21 £
<b>Unrestricted funds</b>			
General fund	326,707	586,907	913,614
<b>Restricted funds</b>			
Restricted property fund	4,644,014	(127,972)	4,516,042
<b>TOTAL FUNDS</b>	<u>4,970,721</u>	<u>458,935</u>	<u>5,429,656</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,134,278	(547,371)	586,907
<b>Restricted funds</b>			
Restricted property fund	386,777	(514,749)	(127,972)
<b>TOTAL FUNDS</b>	<u>1,521,055</u>	<u>(1,062,120)</u>	<u>458,935</u>

The restricted fund relates to the property, including the associated fixtures and fittings. As the property is depreciated, there is a movement from the restricted fund to the unrestricted fund.

### Comparatives for movement in funds

	At 1/4/19 £	Net movement in funds £	At 31/3/20 £
<b>Unrestricted funds</b>			
General fund	248,168	78,539	326,707
<b>Restricted funds</b>			
Restricted property fund	4,604,930	39,084	4,644,014
<b>TOTAL FUNDS</b>	<u>4,853,098</u>	<u>117,623</u>	<u>4,970,721</u>



# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2021

### 17. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,008,900	(930,361)	78,539
<b>Restricted funds</b>			
Restricted property fund	164,993	(125,909)	39,084
<b>TOTAL FUNDS</b>	<u>1,173,893</u>	<u>(1,056,270)</u>	<u>117,623</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/4/19 £	Net movement in funds £	At 31/3/21 £
<b>Unrestricted funds</b>			
General fund	248,168	665,446	913,614
<b>Restricted funds</b>			
Restricted property fund	4,604,930	(88,888)	4,516,042
<b>TOTAL FUNDS</b>	<u>4,853,098</u>	<u>576,558</u>	<u>5,429,656</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	2,143,178	(1,477,732)	665,446
<b>Restricted funds</b>			
Restricted property fund	551,770	(640,658)	(88,888)
<b>TOTAL FUNDS</b>	<u>2,694,948</u>	<u>(2,118,390)</u>	<u>576,558</u>

## Chorley Youth Zone

### Notes to the Financial Statements - continued for the year ended 31 March 2021

#### 18. CAPITAL COMMITMENTS

	2021	2020
	£	£
Contracted but not provided for in the financial statements	<u>-</u>	<u>99,125</u>

#### 19. RELATED PARTY DISCLOSURES

During the year, the charity entered into the following transactions with related parties:

- £25,000 was received from Chorley Group Ltd, of which Andrew Turner is Chair (2020: £25,000)
- £25,000 was received from One Stop Hire Ltd, of which Stephen Hitchen is managing Director (2020: £25,000)
- £25,000 was received from Eric Wright Foundation, of which James Carter is Deputy Chair (2020: £25,000)

#### 20. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party.



# Chorley Youth Zone

## Detailed Statement of Financial Activities for the year ended 31 March 2021

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
<b>INCOME AND ENDOWMENTS</b>				
<b>Donations and legacies</b>				
Donations	835,914	386,770	1,222,684	945,697
<b>Other trading activities</b>				
Fundraising events	-	-	-	16,677
Other fundraising	90,590	-	90,590	36,420
	90,590	-	90,590	53,097
<b>Investment income</b>				
Deposit account interest	718	7	725	544
<b>Charitable activities</b>				
Young people	5,409	-	5,409	59,085
Catering income	2,271	-	2,271	48,415
Facilities hire	24,800	-	24,800	36,903
	32,480	-	32,480	144,403
<b>Other income</b>				
Other income	19,737	-	19,737	30,152
Furlough grants	154,839	-	154,839	-
	174,576	-	174,576	30,152
<b>Total incoming resources</b>	<b>1,134,278</b>	<b>386,777</b>	<b>1,521,055</b>	<b>1,173,893</b>
<b>EXPENDITURE</b>				
<b>Raising donations and legacies</b>				
Fundraising costs	3,860	-	3,860	12,195
<b>Charitable activities</b>				
Wages	305,601	302,102	607,703	625,205
Social security	12,180	18,617	30,797	29,718
Pensions	4,257	5,571	9,828	8,535
Insurance	10,872	10,499	21,371	22,833
Telephone	1,449	1,412	2,861	2,417
Postage and stationery	795	3,533	4,328	3,202
Sundries	857	2,079	2,936	5,107
Consultancy costs	-	12,813	12,813	2,500
Travel costs	86	-	86	2,713
Training	362	2,989	3,351	2,717
Computer costs	5,519	13,812	19,331	20,925
Carried forward	341,978	373,427	715,405	725,872

This page does not form part of the statutory financial statements

## Chorley Youth Zone

### Detailed Statement of Financial Activities for the year ended 31 March 2021

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
<b>Charitable activities</b>				
Brought forward	341,978	373,427	715,405	725,872
Licences	5,063	2,626	7,689	849
Other staff costs	473	4,822	5,295	1,758
Legal and professional fees	3,890	53	3,943	4,084
Marketing and advertising	1,648	1,668	3,316	2,920
Recruitment and DBS checks	51	2,211	2,262	2,518
Onside Network Donation	24,750	-	24,750	29,000
Hospitality costs	66	-	66	782
Activity delivery costs	101,315	1,133	102,448	60,478
Premises costs	8,564	-	8,564	45,346
Repairs and renewals	29,718	-	29,718	13,357
Utilities	18,927	-	18,927	32,845
Long leasehold	-	94,512	94,512	92,147
Plant and machinery	-	1,916	1,916	2,074
Fixtures and fittings	-	27,824	27,824	19,520
Computer equipment	-	3,836	3,836	3,058
	<u>536,443</u>	<u>514,028</u>	<u>1,050,471</u>	<u>1,036,608</u>
<b>Support costs</b>				
<b>Finance</b>				
Bank charges	1,459	-	1,459	1,107
<b>Governance costs</b>				
Auditors' remuneration	<u>5,609</u>	<u>721</u>	<u>6,330</u>	<u>6,360</u>
Total resources expended	<u>547,371</u>	<u>514,749</u>	<u>1,062,120</u>	<u>1,056,270</u>
<b>Net income/(expenditure)</b>	<u><u>586,907</u></u>	<u><u>(127,972)</u></u>	<u><u>458,935</u></u>	<u><u>117,623</u></u>