

**Report of the Trustees and  
Audited Financial Statements  
for the Year Ended 31 March 2022  
for  
Chorley Youth Zone  
(A Company Limited by Guarantee)**

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 2022

<b>REGISTERED OFFICE</b>	Inspire Youth Zone Chapel Street Chorley 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 1st Floor Chatsworth House Ackhurst Park Chorley PR7 1NW

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

# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2022**

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 2022. 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  
David Barton  
Neale Graham  
Christopher Sinnott  
Heather Aust  
Anthony Garner

Andrew Dunn was appointed after the year end but before the date of this report.

### **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 registration 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 2022**

### **OBJECTIVES AND ACTIVITIES**

#### **Inspire Objectives**

Inspire (Chorley Youth Zone)'s objectives 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!

#### **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

#### **Inspire Activities**

Inspire aims to ensure that young people have the opportunity to discover their passion and their purpose.

We do this by giving young people from diverse backgrounds access to incredible facilities in a vibrant, purpose-built space packed with engaging activities, and the opportunity to make friends, develop new skills, unlock their potential and have fun.

# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2022**

### **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, Fussball, 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 also provides targeted holiday and food activity clubs during the school holidays, focused on Young People with disabilities and young people in receipt of free school meals or who are otherwise vulnerable.

# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2022**

### **OBJECTIVES AND ACTIVITIES**

#### **Progress against 5 year strategy**

The focus during the year has been a gradual return to pre-pandemic operational delivery, recognising the different landscape we are now operating in. taking into account the legacy that the last two years of intermittent lockdown has had on young peoples social, emotional and educational development, the impact on families and the community and the impact on businesses. We have also seen a significant impact on our own team of operating in such a fluid environment and the impact that has had on them as individuals. Despite this, we have made progress on our 5-year strategy but will look to review priorities next year in the light of so much change.

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**

2021/22 was a challenging year for charities and fundraising. Uncertainty in the business community continues to affect charitable donations and sponsorship, whilst an impending cost of living crisis and rising costs of services has started to impact lower-level donations. Recruitment challenges have affected our ability to recruit to the fundraising team too. Nevertheless, we continue to look forward and focus on the long-term sustainability of the charity and our ability to deliver high quality youth work in an inspirational environment and so continue to appropriately invest when opportunities allow. An investment strategy was developed by the board for this purpose and governs how investments are made and for what purpose. Given the level of investment due to be required to refurbish the building in the coming years, any funds not required in the short term have been designated for this purpose and placed in an endowment fund.

#### **No1 Destination for Children and Young People**

This year has seen gradual but increasing improvement in the numbers of young people accessing the centre. Having operated a staggered re-opening to full operational capacity, membership has steadily increased, and we are now up to pre pandemic numbers for Junior sessions and at around 80% performance of Senior sessions. Due to issues with recruitment, we are having to restrict access to ensure safe operating levels on certain days. We have continued to expand targeted services to young people who need focused support for example with mental health, bereavement, employability etc and continue to prioritise these services for those who need them.

#### **A safe and inspiring place**

We take our responsibilities to health and safety and safeguarding very seriously and continue to make significant investment both in training and systems to help us manage the 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 high levels of commitment but have also seen many members of the team move on to full time work or other opportunities. Recruitment has been and continues to be a significant challenge across all areas and for both part- and full-time opportunities while volunteer numbers continue to be very low compared to pre-pandemic levels. A strong focus on this in the coming year will be key in ensuring minimal impact on the levels of support we are able to consistently provide to young people.

#### **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. This continues to be a focus and investment is planned for the coming year to resource this area more fully.

# Chorley Youth Zone

## Report of the Trustees for the year ended 31 March 2022

### OBJECTIVES AND ACTIVITIES

#### Achievements in the year

Inspire, through the focus of the board and the considerable commitment, passion and creativity of the whole team, has achieved an incredible amount in this financial year, especially given the considerable challenges presented with recruitment. We have launched an Employability Hub for 16-24 year olds moving into learning and work, with funding secured from the Department of Work and Pensions (Via Chorley Council) and the More Positive Together project funded by European Social Fund via Active Lancashire. We have co-ordinated the Chorley holiday, food and activities programme (HAF) funded by the Department for Education, on behalf of Chorley Council and supported schools with complementary education for pupils struggling to maintain school attendance.

Some key achievements from this financial year are listed below

- 7,081 individual children and young people have benefitted from support from Inspire in this period
- 29,803 engagements (visits to the centre) with an additional 1,212 engagements with the detached Youth Work team, delivering activities and support throughout the borough
- 147 young people with additional needs and disabilities supported
- 3,243 places delivered by Inspire as part of the HAF (Holiday Hunger) programme
- 50 young people supported through targeted health and wellbeing programmes

#### 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.

### STRATEGIC REPORT

#### 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 2022**

### **STRATEGIC REPORT**

#### **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 £917,654 (2021: £913,614).

Operating costs in the coming year are estimated to be around £135k 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 £405k for 2022/2023 with a target to retain 4 months (£540k) 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 £150k of this years reserves may be required in year to enable the full service to continue to be delivered.

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.

#### **Financial and risk management objectives and policies**

The board fully accepts its responsibilities under the Charity Commission's statement of Recommended Practice (SORP). The Trustees have considered the major risks to which the charity is exposed and are committed to ensuring these are effectively managed.

The Chief Executive and senior managers have undertaken comprehensive risk assessment and established risk registers from a business and operational perspective and have established risk management and control procedures which are reviewed regularly by the board.

# **Chorley Youth Zone**

## **Report of the Trustees for the year ended 31 March 2022**

### **STRATEGIC REPORT**

#### **Future plans**

Inspire responded very quickly to the pandemic and post pandemic landscape, from a delivery and a financial perspective. Looking ahead, there are continued challenges with fundraising and recruitment which continue to put pressures on the organisation and its ability to deliver consistently to children and young people. The Board have agreed investment for the coming year in the Partnerships Team (fundraising) and increasing capacity within the Communications and Marketing team to increase visibility of the Charity and support fundraising opportunities. A new Partnerships Strategy has been agreed by the board, diversifying fundraising opportunities to raise funds in the coming year. This includes targeted investment to apply for grants from Trusts and Foundations. It is anticipated that restricted funding will have a greater role to play in the mix of income in the short term and so processes will be put in place to ensure that the charity is well equipped to manage these funds appropriately and report effectively.

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

£4,400,672 (2021 : £4,516,042) 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 2022**

### **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.

## Chorley Youth Zone

### Report of the Trustees for the year ended 31 March 2022

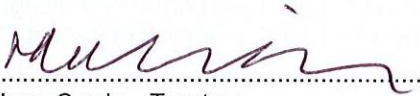
In so far as the trustees are aware:

- 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.

#### AUDITORS

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

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on .....29.11.2022..... and signed on the board's 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 2022 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 2022 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.

### **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.

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.

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.

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

### **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: .....



# Chorley Youth Zone

## Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the year ended 31 March 2022

		Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
	Notes				
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	3	835,320	27,127	862,447	1,222,684
<b>Charitable activities</b>					
Youth Zone activities		23,793	-	23,793	5,409
Catering income		22,398	-	22,398	2,271
Facilities hire		48,943	-	48,943	24,800
Other trading activities	4	54,580	-	54,580	90,590
Investment income	5	911	-	911	725
Other income		41,875	11,880	53,755	174,576
<b>Total</b>		<u>1,027,820</u>	<u>39,007</u>	<u>1,066,827</u>	<u>1,521,055</u>
<b>EXPENDITURE ON</b>					
Raising funds	7	3,667	-	3,667	3,860
<b>Charitable activities</b>	8				
Youth Zone activities		<u>991,571</u>	<u>159,300</u>	<u>1,150,871</u>	<u>1,058,260</u>
<b>Total</b>		<u>995,238</u>	<u>159,300</u>	<u>1,154,538</u>	<u>1,062,120</u>
Net gains/(losses) on investments		<u>(23,619)</u>	<u>-</u>	<u>(23,619)</u>	<u>-</u>
<b>NET INCOME/(EXPENDITURE)</b>		8,963	(120,293)	(111,330)	458,935
Transfers between funds	19	<u>(4,923)</u>	<u>4,923</u>	<u>-</u>	<u>-</u>
<b>Net movement in funds</b>		4,040	(115,370)	(111,330)	458,935
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		<u>913,614</u>	<u>4,516,042</u>	<u>5,429,656</u>	<u>4,970,721</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>917,654</u>	<u>4,400,672</u>	<u>5,318,326</u>	<u>5,429,656</u>

The notes form part of these financial statements

# Chorley Youth Zone

## Balance Sheet

31 March 2022

	Notes	Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	14	-	4,460,872	4,460,872	4,514,115
Investments	15	<u>472,137</u>	<u>-</u>	<u>472,137</u>	<u>-</u>
		472,137	4,460,872	4,933,009	4,514,115
<b>CURRENT ASSETS</b>					
Stocks	16	1,722	-	1,722	2,094
Debtors	17	150,677	-	150,677	35,305
Cash at bank and in hand		<u>497,925</u>	<u>-</u>	<u>497,925</u>	<u>1,137,273</u>
		650,324	-	650,324	1,174,672
<b>CREDITORS</b>					
Amounts falling due within one year	18	(204,807)	(60,200)	(265,007)	(259,131)
<b>NET CURRENT ASSETS</b>		<u>445,517</u>	<u>(60,200)</u>	<u>385,317</u>	<u>915,541</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>917,654</u>	<u>4,400,672</u>	<u>5,318,326</u>	<u>5,429,656</u>
<b>NET ASSETS</b>		<u>917,654</u>	<u>4,400,672</u>	<u>5,318,326</u>	<u>5,429,656</u>
<b>FUNDS</b>	19				
Unrestricted funds				917,654	913,614
Restricted funds				<u>4,400,672</u>	<u>4,516,042</u>
<b>TOTAL FUNDS</b>				<u>5,318,326</u>	<u>5,429,656</u>

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

.....  
Matthew Currie - Trustee

# Chorley Youth Zone

## Cash Flow Statement for the year ended 31 March 2022

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	<u>(77,453)</u>	<u>766,776</u>
Net cash (used in)/provided by operating activities		<u>(77,453)</u>	<u>766,776</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(67,050)	(21,774)
Purchase of fixed asset investments		(495,756)	-
Sale of tangible fixed assets		-	590
Interest received		<u>911</u>	<u>725</u>
Net cash used in investing activities		<u>(561,895)</u>	<u>(20,459)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<b>(639,348)</b>	<b>746,317</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<b><u>1,137,273</u></b>	<b><u>390,956</u></b>
<b>Cash and cash equivalents at the end of the reporting period</b>		<b><u><u>497,925</u></u></b>	<b><u><u>1,137,273</u></u></b>

The notes form part of these financial statements

# Chorley Youth Zone

## Notes to the Cash Flow Statement for the year ended 31 March 2022

### 1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
<b>Net (expenditure)/Income for the reporting period (as per the Statement of Financial Activities)</b>	<b>(111,330)</b>	<b>458,935</b>
<b>Adjustments for:</b>		
Depreciation charges	120,293	128,089
Losses on investments	23,619	-
Interest received	(911)	(725)
Decrease/(increase) in stocks	372	(344)
(Increase)/decrease in debtors	(115,372)	32,640
Increase in creditors	5,876	148,181
<b>Net cash (used in)/provided by operations</b>	<b><u>(77,453)</u></b>	<b><u>766,776</u></b>

### 2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/21 £	Cash flow £	At 31/3/22 £
<b>Net cash</b>			
Cash at bank and in hand	<u>1,137,273</u>	<u>(639,348)</u>	<u>497,925</u>
	<u>1,137,273</u>	<u>(639,348)</u>	<u>497,925</u>
<b>Total</b>	<b><u>1,137,273</u></b>	<b><u>(639,348)</u></b>	<b><u>497,925</u></b>

# Chorley Youth Zone

## Notes to the Financial Statements for the year ended 31 March 2022

### 1. STATUTORY INFORMATION

Chorley Youth Zone is a private company, limited by guarantee, incorporated in England & 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 £10 per member of the charity.

The registered number and registered address can be found on the Company Information page.

### 2. 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, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

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 this and the previous 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.

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 2. ACCOUNTING POLICIES - continued

#### 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
Fixtures and fittings	- 33% on cost and 25% on reducing balance
Motor vehicles	- 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. Designated funds, which are a type of unrestricted fund, are funds which the Trustees have set aside to be used for specific purposes at their discretion.

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 tangible fixed assets. As the assets are depreciated, there is a movement from the unrestricted fund to the restricted 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.

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 2. ACCOUNTING POLICIES - continued

#### 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.

### 3. DONATIONS AND LEGACIES

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Donations	<u>835,320</u>	<u>27,127</u>	<u>862,447</u>	<u>1,222,684</u>

Donations	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Chorley Council	100,000	-	100,000	100,000
Founder Patrons	199,300	-	199,300	272,829
Grants and trusts	387,474	-	387,474	802,742
Others	148,493	27,127	175,620	47,113
Gift Aid	<u>53</u>	<u>-</u>	<u>53</u>	<u>-</u>
	<u>835,320</u>	<u>27,127</u>	<u>862,447</u>	<u>1,222,684</u>

### 4. OTHER TRADING ACTIVITIES

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Other fundraising	<u>54,580</u>	<u>-</u>	<u>54,580</u>	<u>90,590</u>

### 5. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Deposit account interest	<u>911</u>	<u>-</u>	<u>911</u>	<u>725</u>

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 6. INCOME FROM CHARITABLE ACTIVITIES

		2022	2021
	Activity	£	£
Young people	Youth Zone activities	23,793	5,409
Catering income	Catering income	22,398	2,271
Facilities hire	Facilities hire	48,943	24,800
		<u>95,134</u>	<u>32,480</u>

### 7. RAISING FUNDS

#### Raising donations and legacies

	Unrestricted funds	Restricted funds	2022 Total funds	2021 Total funds
	£	£	£	£
Fundraising costs	<u>3,667</u>	<u>-</u>	<u>3,667</u>	<u>3,860</u>

### 8. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 9)	Totals
	£	£	£
Youth Zone activities	<u>1,142,161</u>	<u>8,710</u>	<u>1,150,871</u>

All charitable activity costs relate to the operation of Inspire. This is considered to be the only activity of the charity.

### 9. SUPPORT COSTS

	Finance	Governance costs	Totals
	£	£	£
Youth Zone activities	<u>2,710</u>	<u>6,000</u>	<u>8,710</u>

### 10. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Auditors' remuneration	6,000	6,330
Depreciation - owned assets	120,293	128,089
Investment broker fees	<u>4,244</u>	<u>-</u>



# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

### 12. STAFF COSTS

	2022 £	2021 £
Wages and salaries	677,234	607,703
Social security costs	33,091	30,797
Other pension costs	13,241	9,828
	<u>723,566</u>	<u>648,328</u>

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

	2022 <u>96</u>	2021 <u>81</u>
Staff		

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2022 <u>1</u>	2021 <u>-</u>
£60,001 - £70,000		

The aggregate remuneration of the Key Management Personnel, comprising the Chief Executive, Office and Administration Manager, Youth Work Manager, Head of Fundraising and Volunteer & Training Manager, was £172,817, a decrease from the previous year due to the current vacancy (2021 : £198,200).

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

	Unrestricted funds £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	835,914	386,770	1,222,684
<b>Charitable activities</b>			
Youth Zone activities	5,409	-	5,409
Catering income	2,271	-	2,271
Facilities hire	24,800	-	24,800
Other trading activities	90,590	-	90,590
Investment income	718	7	725
Other income	174,576	-	174,576
<b>Total</b>	<u>1,134,278</u>	<u>386,777</u>	<u>1,521,055</u>

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

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

	Unrestricted funds £	Restricted fund £	Total funds £
<b>EXPENDITURE ON</b>			
Raising funds	3,860	-	3,860
<b>Charitable activities</b>			
Youth Zone activities	<u>543,511</u>	<u>514,749</u>	<u>1,058,260</u>
<b>Total</b>	<u>547,371</u>	<u>514,749</u>	<u>1,062,120</u>
<b>NET INCOME/(EXPENDITURE)</b>	586,907	(127,972)	458,935
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	<u>326,707</u>	<u>4,644,014</u>	<u>4,970,721</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>913,614</u>	<u>4,516,042</u>	<u>5,429,656</u>

### 14. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Fixtures and fittings £
<b>COST</b>			
At 1 April 2021	4,725,580	10,486	120,961
Additions	<u>-</u>	<u>-</u>	<u>4,674</u>
At 31 March 2022	<u>4,725,580</u>	<u>10,486</u>	<u>125,635</u>
<b>DEPRECIATION</b>			
At 1 April 2021	270,478	3,990	71,863
Charge for year	<u>94,512</u>	<u>1,450</u>	<u>16,756</u>
At 31 March 2022	<u>364,990</u>	<u>5,440</u>	<u>88,619</u>
<b>NET BOOK VALUE</b>			
At 31 March 2022	<u>4,360,590</u>	<u>5,046</u>	<u>37,016</u>
At 31 March 2021	<u>4,455,102</u>	<u>6,496</u>	<u>49,098</u>

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 14. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 April 2021	-	13,631	4,870,658
Additions	<u>51,570</u>	<u>10,806</u>	<u>67,050</u>
At 31 March 2022	<u>51,570</u>	<u>24,437</u>	<u>4,937,708</u>
<b>DEPRECIATION</b>			
At 1 April 2021	-	10,212	356,543
Charge for year	<u>1,074</u>	<u>6,501</u>	<u>120,293</u>
At 31 March 2022	<u>1,074</u>	<u>16,713</u>	<u>476,836</u>
<b>NET BOOK VALUE</b>			
At 31 March 2022	<u>50,496</u>	<u>7,724</u>	<u>4,460,872</u>
At 31 March 2021	<u>-</u>	<u>3,419</u>	<u>4,514,115</u>

### 15. FIXED ASSET INVESTMENTS

	Listed investments £
<b>MARKET VALUE</b>	
Additions	<u>495,756</u>
<b>PROVISIONS</b>	
Revaluation adjustments	<u>23,619</u>
<b>NET BOOK VALUE</b>	
At 31 March 2022	<u>472,137</u>
At 31 March 2021	<u>-</u>

There were no investment assets outside the UK.

Cost or valuation at 31 March 2022 is represented by:

	Listed investments £
Cost	<u>495,756</u>

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 16. STOCKS

	2022	2021
	£	£
Stocks	<u>1,722</u>	<u>2,094</u>

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

	2022	2021
	£	£
Trade debtors	56,873	10,341
Other debtors	-	2,836
Prepayments and accrued income	<u>93,804</u>	<u>22,128</u>
	<u>150,677</u>	<u>35,305</u>

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

	2022	2021
	£	£
Trade creditors	47,168	33,689
Social security and other taxes	20,441	21,713
Other creditors	-	280
Staff salaries	48,357	43,925
Accruals and deferred income	<u>149,041</u>	<u>159,524</u>
	<u>265,007</u>	<u>259,131</u>

### 19. MOVEMENT IN FUNDS

	At 1/4/21 £	Net movement in funds £	Transfers between funds £	At 31/3/22 £
<b>Unrestricted funds</b>				
General fund	913,614	36,826	(504,923)	445,517
Designated fund	-	(27,863)	500,000	472,137
	913,614	8,963	(4,923)	917,654
<b>Restricted funds</b>				
Restricted fund	4,516,042	(120,293)	4,923	4,400,672
<b>TOTAL FUNDS</b>	<u>5,429,656</u>	<u>(111,330)</u>	<u>-</u>	<u>5,318,326</u>

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	1,027,820	(990,994)	-	36,826
Designated fund	-	(4,244)	(23,619)	(27,863)
	<u>1,027,820</u>	<u>(995,238)</u>	<u>(23,619)</u>	<u>8,963</u>
<b>Restricted funds</b>				
Restricted fund	39,007	(159,300)	-	(120,293)
	<u>39,007</u>	<u>(159,300)</u>	<u>-</u>	<u>(120,293)</u>
<b>TOTAL FUNDS</b>	<u><u>1,066,827</u></u>	<u><u>(1,154,538)</u></u>	<u><u>(23,619)</u></u>	<u><u>(111,330)</u></u>

### Comparatives for 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 fund	4,644,014	(127,972)	4,516,042
	<u>4,644,014</u>	<u>(127,972)</u>	<u>4,516,042</u>
<b>TOTAL FUNDS</b>	<u><u>4,970,721</u></u>	<u><u>458,935</u></u>	<u><u>5,429,656</u></u>

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	1,134,278	(547,371)	586,907
<b>Restricted funds</b>			
Restricted fund	386,777	(514,749)	(127,972)
	<u>386,777</u>	<u>(514,749)</u>	<u>(127,972)</u>
<b>TOTAL FUNDS</b>	<u><u>1,521,055</u></u>	<u><u>(1,062,120)</u></u>	<u><u>458,935</u></u>

# Chorley Youth Zone

## Notes to the Financial Statements - continued for the year ended 31 March 2022

### 19. MOVEMENT IN FUNDS - continued

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

	At 1/4/20 £	Net movement in funds £	Transfers between funds £	At 31/3/22 £
<b>Unrestricted funds</b>				
General fund	326,707	623,733	(504,923)	445,517
Designated fund	-	(27,863)	500,000	472,137
	326,707	595,870	(4,923)	917,654
<b>Restricted funds</b>				
Restricted fund	4,644,014	(248,265)	4,923	4,400,672
<b>TOTAL FUNDS</b>	<u>4,970,721</u>	<u>347,605</u>	<u>-</u>	<u>5,318,326</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 £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	2,162,098	(1,538,365)	-	623,733
Designated fund	-	(4,244)	(23,619)	(27,863)
	2,162,098	(1,542,609)	(23,619)	595,870
<b>Restricted funds</b>				
Restricted fund	425,784	(674,049)	-	(248,265)
<b>TOTAL FUNDS</b>	<u>2,587,882</u>	<u>(2,216,658)</u>	<u>(23,619)</u>	<u>347,605</u>

#### Transfers between funds

The restricted fund relates mainly to the tangible fixed assets. As these assets are depreciated there is an annual movement from the unrestricted fund to the restricted fund. The remaining balance relates to the restricted projects ongoing at the year end.

### 20. RELATED PARTY DISCLOSURES

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

- £25,000 was received from CG Professional Ltd, a company in which Andrew Turner is Chairperson (2021 : £25,000)
- £22,917 was received from One Stop Hire Ltd, a company in which Stephen Hitchen is Managing Director (2021 : £25,000)
- £25,000 was received from Eric Wright Foundation, a trust in which James Carter is Deputy Chair (2021 : £25,000)

## **Chorley Youth Zone**

### **Notes to the Financial Statements - continued** for the year ended 31 March 2022

#### **21. ULTIMATE CONTROLLING PARTY**

There is no ultimate controlling party.

# Chorley Youth Zone

## Detailed Statement of Financial Activities for the year ended 31 March 2022

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS</b>				
<b>Donations and legacies</b>				
Donations	835,320	27,127	862,447	1,222,684
<b>Other trading activities</b>				
Other fundraising	54,580	-	54,580	90,590
<b>Investment income</b>				
Deposit account interest	911	-	911	725
<b>Charitable activities</b>				
Young people	23,793	-	23,793	5,409
Catering income	22,398	-	22,398	2,271
Facilities hire	48,943	-	48,943	24,800
	95,134	-	95,134	32,480
<b>Other income</b>				
Other income	40,176	11,880	52,056	19,737
Furlough grants	1,699	-	1,699	154,839
	41,875	11,880	53,755	174,576
<b>Total incoming resources</b>	<b>1,027,820</b>	<b>39,007</b>	<b>1,066,827</b>	<b>1,521,055</b>
<b>EXPENDITURE</b>				
<b>Raising donations and legacies</b>				
Fundraising costs	3,667	-	3,667	3,860
<b>Charitable activities</b>				
Wages	638,227	39,007	677,234	607,703
Social security	33,091	-	33,091	30,797
Pensions	13,241	-	13,241	9,828
Insurance	14,045	-	14,045	21,371
Telephone	2,795	-	2,795	2,861
Postage and stationery	4,768	-	4,768	4,328
Sundries	12,141	-	12,141	2,936
Consultancy costs	-	-	-	12,813
Travel costs	3,290	-	3,290	86
Training	2,030	-	2,030	3,351
Computer costs	18,576	-	18,576	19,331
Licences	7,363	-	7,363	7,689
Other staff costs	2,384	-	2,384	5,295
Legal and professional fees	4,311	-	4,311	3,943
Carried forward	756,262	39,007	795,269	732,332

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 2022

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>Charitable activities</b>				
Brought forward	756,262	39,007	795,269	732,332
Marketing and advertising	2,420	-	2,420	3,316
Recruitment and DBS checks	7,119	-	7,119	2,262
Onside Network Donation	33,000	-	33,000	24,750
Hospitality costs	-	-	-	66
Activity delivery costs	121,685	-	121,685	102,448
Premises costs	5,106	-	5,106	8,564
Repairs and renewals	24,786	-	24,786	29,718
Utilities	32,483	-	32,483	18,927
Long leasehold	-	94,512	94,512	94,512
Plant and machinery	-	1,450	1,450	1,916
Fixtures and fittings	-	16,756	16,756	27,824
Motor vehicles	-	1,074	1,074	-
Computer equipment	-	6,501	6,501	3,836
	<u>982,861</u>	<u>159,300</u>	<u>1,142,161</u>	<u>1,050,471</u>
<b>Support costs</b>				
<b>Finance</b>				
Bank charges	2,710	-	2,710	1,459
<b>Governance costs</b>				
Auditors' remuneration	<u>6,000</u>	<u>-</u>	<u>6,000</u>	<u>6,330</u>
Total resources expended	<u>995,238</u>	<u>159,300</u>	<u>1,154,538</u>	<u>1,062,120</u>
<b>Net Income</b>	<u><u>32,582</u></u>	<u><u>(120,293)</u></u>	<u><u>(87,711)</u></u>	<u><u>458,935</u></u>

