

**Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 March 2023
for
Chorley Youth Zone
(A Company Limited by Guarantee)**

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

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for the year ended 31 March 2023

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Chorley Youth Zone

Reference and Administrative Details for the year ended 31 March 2023

REGISTERED OFFICE	Inspire Youth Zone Chapel Street Chorley United Kingdom PR7 1BS
REGISTERED COMPANY NUMBER	09972518 (England and Wales)
REGISTERED CHARITY NUMBER	1167309
AUDITORS	McMillan & Co LLP Chartered Accountants and Statutory Auditor 28 Eaton Avenue Matrix Office Park Buckshaw Village Chorley Lancashire PR7 7NA
BANKERS	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 2023

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 2023. 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	resigned 25 September 2023
Andrew Turner	
Matthew Currie	
David Barton	
Neale Graham	
Christopher Sinnott	
Heather Aust	
Anthony Garner	resigned 20 September 2023
Andrew Dunn	
Matthew Hirst	appointed 20 September 2023

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 2023

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's vision is that every young person in the Chorley Borough and surrounding areas has the opportunity to grow up to be the best they can be. We do this by providing a safe and nurturing environment where young people can learn, develop, grow, have fun, and get the support they need, when they need it.

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 the support they need. 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, and holidays, 52 weeks per year.

Inspire supports young people between the ages of 8-19 years (up to 25 for those with a disability), and also seeks to support the wider community, providing weekly 'family days' aimed not just at the siblings and families of members, but also at the wider community - adults are encouraged to attend, as long as they are accompanied by a child! On these sessions the whole family are encouraged to participate in activities together.

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.

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

Chorley Youth Zone

Report of the Trustees for the year ended 31 March 2023

- Be Fit - in the Inspire gym; high-end, friendly and accessible cardio, weights, free weights and circuits and box fit - 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 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 2023

OBJECTIVES AND ACTIVITIES

Progress against 5 year strategy

The focus during the 2022/23 financial year has continued to be a gradual return to pre-pandemic operational delivery, recognising the different landscape we are now operating in and considering the legacy that the last two years of intermittent lockdown has had on young people's social, emotional and educational development, the impact on families and the community, the impact on businesses and on the charity itself. This has continued to be a challenge and while 2022/23 has seen a return to a full programme of activities, there has been a need to adapt the programme during this financial year to meet the emerging needs of young people, both because of the pandemic and also as a result of the cost-of-living crisis which also emerged during this financial year.

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

2022/23 was a challenging year for charities and fundraising. Uncertainty in the business community continued to affect charitable donations and sponsorship, whilst the cost-of-living crisis and rapidly rising energy costs affected charitable giving in the private sector as organisations sought to support their workforce and manage their own increasing costs. Recruitment and retention challenges have continued to affect the organisation in all areas, including the Partnerships (fundraising) Team. Despite these challenges, the charity has managed financial resources well and continues to build the long-term sustainability of the charity by prudent expenditure, strong financial policies and a long-term investment strategy to build reserves and a designated sinking fund for the planned refurbishment of the building which will be required in the coming years. Further investment in the Partnerships Team is planned for the coming year which, alongside an ambitious Income Generation Plan, will help further secure the future growth and long term sustainability of the charity.

No 1 Destination for Children and Young People

This year has continued to see a gradual improvement in the numbers of young people accessing the centre, with membership and attendance increasing throughout the course of the year. However, the needs of some young people have changed in recent years, and this has necessitated an adaptation to the programme and a broadening of services and support provided by the charity. This has included the introduction of EPIC sessions as outlined below. EPIC runs for 90 minutes at the beginning of each weekday session:

ENGAGEMENT of young people struggling with social anxiety, mental health and returning to school and society. These children and Young People have required additional support to engage with both Inspire and other services and support and these can be an introduction to other EPIC or core activities.

PROJECTS are typically fixed term activities that target small groups of young people with specific interests or needs, for example Inspire Wrestling Project, Skateboarding, EmpowHER and HIMpact mental health early intervention projects and bereavement projects.

INTERVENTION activities run in schools and at the centre and are a response to a particular or emerging need. These are usually 1:1 or small groups and can include Mentoring support, Anti-Social Behaviour interventions.

CLUBS run year-round and complement the core programme. These include Inclusion Club, Netball Club, Cheer Club and this element will be a focus for development over the coming year.

EPIC sessions, launched in January 2023, grew steadily in the last quarter and will continue to be a focus in the coming year.

The main challenge this year has been the recruitment and retention of staff and Inspire's ability to provide consistent services and support. On occasions, availability of staff has restricted the numbers of young people able to access sessions due to safe ratios of staff to young people.

Chorley Youth Zone

Report of the Trustees for the year ended 31 March 2023

OBJECTIVES AND ACTIVITIES

A safe and inspiring place

Inspire takes its responsibilities to health and safety and safeguarding very seriously and continues to make significant investment both in training and systems to encourage escalation but also manage the level and associated workflows of safeguarding cases brought to our attention each year. Inspire works closely with schools, early intervention services and other partners who support children across the borough. Our vision and values are now well embedded into all our internal processes which are reviewed each year. We continue to place high importance on training and support of team members at all levels. Whilst Inspire continues to achieve high levels of commitment, this year has seen the highest levels of staff turnover since opening 5 years ago. High levels of staff attrition in similar sectors including education, leisure, health and social care has seen 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.

Achievement during 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:

- 396 Safeguarding cause for concerns dealt with
- 41,610 Visits from young people
- 896 Individuals supported on Detached
- 448 Universal sessions delivered
- 7,789 Free meals provided
- 2,258 Young people supported

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.

Open 40 hours a week, every week of the year, we provide a wide range of inspirational activities for the young people of Chorley and surrounding areas to enjoy. Our membership is for young people age 8 - 19, and up to 25 for those with additional needs, costing just £5 per year and 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.

Chorley Youth Zone

Report of the Trustees for the year ended 31 March 2023

STRATEGIC REPORT

FINANCIAL REVIEW

Financial position

Donations and legacies for the year were £1,259,627 (2022: £862,447), a significant number of which were grants for new projects undertaken during the year. The associated costs for these new projects also meant that expenditure increased, leaving a net deficit for the year of £143,730 (2022: £111,330).

The value of our investments fell during the year, but these are held for the longer term and our view is that their value will increase in the future as markets recover from the current economic climate.

The cash balances as at 31 March 2023 were £670,555 (2022: £497,925) and the closing net assets were £5,174,596 (2022: £5,318,326).

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.

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.

Chorley Youth Zone

Report of the Trustees for the year ended 31 March 2023

STRATEGIC REPORT

Financial review

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 gradually reach 6 months free reserves).

Total unrestricted reserves at the end of the period were £1,027,608 (2022: £917,654).

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 2023/2024 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 year's 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.

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 awareness 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

£4,146,989 (2022: £4,400,672) will be carried forward into 2023/24 for restricted projects (see note 20). 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.

Chorley Youth Zone

Report of the Trustees for the year ended 31 March 2023

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 are its Directors.

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).

Chorley Youth Zone

Report of the Trustees for the year ended 31 March 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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.

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 6 December 2023 and signed on the board's behalf by:



Matthew James 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 2023 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 2023 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. 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

6 December 2023

Chorley Youth Zone

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the year ended 31 March 2023

	Notes	Unrestricted funds £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	1,013,334	246,293	1,259,627	862,447
Charitable activities	6				
Youth Zone activities		24,491	-	24,491	23,793
Catering income		36,418	-	36,418	22,398
Facilities hire		4,755	41,835	46,590	48,943
Other trading activities	4	26,939	130	27,069	54,580
Investment income	5	13,072	-	13,072	911
Other income		34,428	12,090	46,518	53,755
Total		1,153,437	300,348	1,453,785	1,066,827
EXPENDITURE ON					
Raising funds	7	11,433	-	11,433	3,667
Charitable activities	8				
Youth Zone activities		1,211,663	339,824	1,551,487	1,150,871
Total		1,223,096	339,824	1,562,920	1,154,538
Net gains/(losses) on investments		(34,595)	-	(34,595)	(23,619)
NET INCOME/(EXPENDITURE)		(104,254)	(39,476)	(143,730)	(111,330)
Transfers between funds	18	214,207	(214,207)	-	-
Net movement in funds		109,953	(253,683)	(143,730)	(111,330)
RECONCILIATION OF FUNDS					
Total funds brought forward		917,654	4,400,672	5,318,326	5,429,656
TOTAL FUNDS CARRIED FORWARD		1,027,607	4,146,989	5,174,596	5,318,326

The notes form part of these financial statements

Chorley Youth Zone

Balance Sheet

31 March 2023

	Notes	Unrestricted funds £	Restricted fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	13	-	4,341,252	4,341,252	4,460,872
Investments	14	438,824	-	438,824	472,137
		<u>438,824</u>	<u>4,341,252</u>	<u>4,780,076</u>	<u>4,933,009</u>
CURRENT ASSETS					
Stocks	15	1,218	-	1,218	1,722
Debtors	16	106,890	-	106,890	150,677
Cash at bank and in hand		666,474	4,081	670,555	497,925
		<u>774,582</u>	<u>4,081</u>	<u>778,663</u>	<u>650,324</u>
CREDITORS					
Amounts falling due within one year	17	(185,799)	(198,344)	(384,143)	(265,007)
		<u>588,783</u>	<u>(194,263)</u>	<u>394,520</u>	<u>385,317</u>
NET CURRENT ASSETS					
		<u>588,783</u>	<u>(194,263)</u>	<u>394,520</u>	<u>385,317</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>1,027,607</u>	<u>4,146,989</u>	<u>5,174,596</u>	<u>5,318,326</u>
NET ASSETS					
		<u>1,027,607</u>	<u>4,146,989</u>	<u>5,174,596</u>	<u>5,318,326</u>
FUNDS					
Unrestricted funds	18			1,027,607	917,654
Restricted funds				4,146,989	4,400,672
TOTAL FUNDS					
				<u>5,174,596</u>	<u>5,318,326</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 6 December 2023 and were signed on its behalf by:



Matthew James Currie - Trustee

The notes form part of these financial statements

Chorley Youth Zone

Cash Flow Statement

for the year ended 31 March 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	162,993	(77,453)
Net cash provided by/(used in) operating activities		162,993	(77,453)
Cash flows from investing activities			
Purchase of tangible fixed assets		(2,153)	(67,050)
Purchase of fixed asset investments		(1,282)	(495,756)
Interest received		3,800	911
Dividends received		9,272	-
Net cash provided by/(used in) investing activities		9,637	(561,895)
Change in cash and cash equivalents in the reporting period		172,630	(639,348)
Cash and cash equivalents at the beginning of the reporting period		497,925	1,137,273
Cash and cash equivalents at the end of the reporting period		670,555	497,925

The notes form part of these financial statements

Chorley Youth Zone

Notes to the Cash Flow Statement for the year ended 31 March 2023

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(143,730)	(111,330)
Adjustments for:		
Depreciation charges	121,774	120,293
Losses on investments	34,595	23,619
Interest received	(3,800)	(911)
Dividends received	(9,272)	-
Decrease in stocks	504	372
Decrease/(increase) in debtors	43,787	(115,372)
Increase in creditors	119,135	5,876
Net cash provided by/(used in) operations	162,993	(77,453)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/22 £	Cash flow £	At 31/3/23 £
Net cash			
Cash at bank and in hand	497,925	172,630	670,555
	497,925	172,630	670,555
Total	497,925	172,630	670,555

The notes form part of these financial statements

Chorley Youth Zone

Notes to the Financial Statements

for the year ended 31 March 2023

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 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 balance sheet date, 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.

Income from cash and short term deposits, dividends and rental income is accounted for on an accruals basis.

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 2023

2. ACCOUNTING POLICIES - continued

Investments

The change in market value of investments during the year comprises all increases and decreases in the market value of investments held at any time during the year, including profits and losses realised on sales of investments during the year.

Quoted securities in active markets are valued at the current bid prices at 31 March 2023, or at the valuation date nearest to the year end.

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 2023

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 £	2023 Total funds £	2022 Total funds £
Donations	1,013,334	246,293	1,259,627	862,447

Donations	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Chorley Council	100,000	-	100,000	100,000
Founder Patrons	264,699	-	264,699	199,300
Grants and trusts	378,348	240,484	618,832	387,474
Others	265,993	5,646	271,639	175,620
Gift Aid	4,295	163	4,458	53
	1,013,335	246,293	1,259,628	862,447

4. OTHER TRADING ACTIVITIES

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Other fundraising	26,939	130	27,069	54,580

5. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Dividends received	9,272	-	9,272	-
Deposit account interest	3,800	-	3,800	911
	13,072	-	13,072	911

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

6. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2023 £	2022 £
Young people	Youth Zone activities	24,491	23,793
Catering income	Catering income	36,418	22,398
Facilities hire	Facilities hire	46,590	48,943
		<u>107,499</u>	<u>95,134</u>

7. RAISING FUNDS

Raising donations and legacies

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Fundraising costs	<u>5,142</u>	<u>-</u>	<u>5,142</u>	<u>3,667</u>

Other trading activities

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Bad debts	<u>6,291</u>	<u>-</u>	<u>6,291</u>	<u>-</u>
Aggregate amounts	<u>11,433</u>	<u>-</u>	<u>11,433</u>	<u>3,667</u>

8. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 9) £	Totals £
Youth Zone activities	<u>1,543,166</u>	<u>8,321</u>	<u>1,551,487</u>

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

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

9. SUPPORT COSTS

	Finance	Governance costs	Totals
	£	£	£
Youth Zone activities	<u>1,821</u>	<u>6,500</u>	<u>8,321</u>

10. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Auditors' remuneration	6,500	6,000
Depreciation - owned assets	121,774	120,293
Investment broker fees	<u>7,990</u>	<u>4,244</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

12. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	812,142	677,234
Social security costs	48,143	33,091
Other pension costs	15,083	13,241
	<u>875,368</u>	<u>723,566</u>

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

	2023	2022
Staff	<u>117</u>	<u>96</u>

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

	2023	2022
£60,001 - £70,000	<u>1</u>	<u>1</u>

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 £185,386, an increase from the previous year due to the vacancies now being filled (2022 : £159,030).

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

13. TANGIBLE FIXED ASSETS

	Long leasehold £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 April 2022	4,725,580	10,486	125,636
Additions	-	-	-
At 31 March 2023	4,725,580	10,486	125,636
DEPRECIATION			
At 1 April 2022	364,990	5,440	88,619
Charge for year	94,512	1,127	8,567
At 31 March 2023	459,502	6,567	97,186
NET BOOK VALUE			
At 31 March 2023	4,266,078	3,919	28,450
At 31 March 2022	4,360,590	5,046	37,017

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 April 2022	51,570	24,437	4,937,709
Additions	-	2,153	2,153
At 31 March 2023	51,570	26,590	4,939,862
DEPRECIATION			
At 1 April 2022	1,074	16,713	476,836
Charge for year	12,893	4,675	121,774
At 31 March 2023	13,967	21,388	598,610
NET BOOK VALUE			
At 31 March 2023	37,603	5,202	4,341,252
At 31 March 2022	50,496	7,724	4,460,873

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

14. FIXED ASSET INVESTMENTS

	Listed investments £
MARKET VALUE	
At 1 April 2022	472,137
Additions	1,282
	<u>473,419</u>
At 31 March 2023	
PROVISIONS	
Revaluation adjustments	34,595
	<u>34,595</u>
NET BOOK VALUE	
At 31 March 2023	438,824
	<u>438,824</u>
At 31 March 2022	472,137
	<u>472,137</u>

There were no investment assets outside the UK.

Cost or valuation at 31 March 2023 is represented by:

	Listed Investments £
Cost	473,419
	<u>473,419</u>

15. STOCKS

	2023 £	2022 £
Stocks	1,218	1,722
	<u>1,218</u>	<u>1,722</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	63,840	56,873
Prepayments and accrued income	43,050	93,804
	<u>106,890</u>	<u>150,677</u>

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	45,168	47,168
Social security and other taxes	25,480	20,441
Staff salaries	52,792	48,357
Accruals and deferred income	260,703	149,041
	<u>384,143</u>	<u>265,007</u>

18. MOVEMENT IN FUNDS

	At 1/4/22	Net movement in funds	Transfers between funds	At 31/3/23
	£	£	£	£
Unrestricted funds				
General fund	445,517	(70,941)	214,207	588,783
Designated fund	472,137	(33,313)	-	438,824
	<u>917,654</u>	<u>(104,254)</u>	<u>214,207</u>	<u>1,027,607</u>
Restricted funds				
Restricted fund	4,400,672	(39,476)	(214,207)	4,146,989
	<u>5,318,326</u>	<u>(143,730)</u>	<u>-</u>	<u>5,174,596</u>

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

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	1,144,165	(1,215,106)	-	(70,941)
Designated fund	9,272	(7,990)	(34,595)	(33,313)
	<u>1,153,437</u>	<u>(1,223,096)</u>	<u>(34,595)</u>	<u>(104,254)</u>
Restricted funds				
Restricted fund	300,348	(339,824)	-	(39,476)
	<u>1,453,785</u>	<u>(1,562,920)</u>	<u>(34,595)</u>	<u>(143,730)</u>

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

18. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/21 £	Net movement in funds £	Transfers between funds £	At 31/3/22 £
Unrestricted funds				
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
Restricted funds				
Restricted fund	4,516,042	(120,293)	4,923	4,400,672
TOTAL FUNDS	<u>5,429,656</u>	<u>(111,330)</u>	<u>-</u>	<u>5,318,326</u>

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

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

19. RELATED PARTY DISCLOSURES

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

- £1,000 was received from CG Professional Ltd, a company in which Andrew Turner is a director (2022: £25,000)
- £6,000 was received from family members of the Board of Trustees (2022: £nil)
- £200 was received from family members of the key management team (2022: £nil)

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

20. RESTRICTED FUNDS

The funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held for specific purposes:

	Movement in funds				
	Balance 1 April 2022 £	Incoming resources £	Resources expended £	Transfer between funds £	Balance 31 March 2023 £
Electricity NW and Off the Grid	-	18,300	(8,544)	(9,756)	-
Prudence Trust	-	25,935	(18,983)	(6,952)	-
Network Fired Up	-	27,188	(26,926)	-	262
Mentoring Project	-	16,592	(13,496)	-	3,096
Inspire Fired Up	-	-	(15,002)	15,002	-
Reaching Communities	-	41,041	(38,711)	(2,330)	-
Detached Programme	-	20,000	(15,786)	(4,214)	-
Universal & Targeted H&W	-	9,693	(10,193)	500	-
Together Fund	-	1,522	(626)	(896)	-
Burberry Foundation	-	7,780	(8,314)	534	-
Duchy of Lancaster	-	3,000	(3,120)	120	-
Lancashire Breaktime	-	41,835	(31,135)	(10,700)	-
Culture of Health	-	12,090	(8,020)	(4,070)	-
Light Fund	-	5,030	-	(5,030)	-
Street Games	-	17,558	(13,253)	(4,305)	-
Onside Holiday Hunger	-	29,034	(4,331)	(24,703)	-
Eric Wright Charitable Trust	-	21,500	-	(21,500)	-
Hard Hitters	-	-	(85)	85	-
Adlington Satellite	-	2,250	(1,527)	-	723
Tangible fixed assets	4,460,872	-	(121,774)	2,152	4,341,252
Accruals and deferred income	(60,200)	-	-	(138,144)	(198,344)
	<u>4,400,672</u>	<u>300,348</u>	<u>(339,824)</u>	<u>(214,207)</u>	<u>4,146,989</u>

The restricted funds are for particular projects specified by the donor as follows :

Electricity NW & Off the Grid	Funding via electricity North West to fund green initiatives via "Off the Grid" delivery
Prudence Trust	Funding via Onside for a range of Arts Projects across the year
Network / Inspire Fired Up	Co-ordination and management of the Fired Up programme plus the co-ordination and delivery of the Clay Club
Mentoring Project	This project matched volunteer mentors to young people requiring support, usually with health and wellbeing issues. This project is match funded between Chorley Borough Council and NHS/Clinical Commissioning Group (CCG)
Reaching Communities Grant	National Lottery programme to fund work within the community, whether that is for people living in the same area or people with similar interests of life experiences

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

20. RESTRICTED FUNDS - continued

Detached programme	Funding from Chorley Borough Council to support twice weekly detached provision across the Borough
Universal and Targeted H&W	Funding from NHS/CCG to cover emotional well-being courses EmpowHER and HIMpact throughout the year
Together Fund	Funding provided from this organisation was aimed at increasing and improving Inspire SEND/Inclusion sessions, supporting staff costs for increased numbers and purchase of SEND/Sports equipment to improve the offer
Burberry Foundation	12 month Enterprise and Arts project to include a Senior project and a Junior project
Duchy of Lancaster	Three year pledge of £5,000pa to 2023/24. Contributing towards Health and Wellbeing delivery and co-ordination
Lancashire Breaktime Funding	Funded by Lancashire Breaktime (LCC), this club provides pre-bookable inclusion support for limited numbers on Core sessions, designated projects and closed inclusion sessions on Sundays
Culture of Health (OnSide H&W)	Funding via Onside to support Health and Well Being initiatives
Light Fund	Charitable Trust funding towards the cost of the weekly inclusion session
Street Games (Youth Justice)	Funding via Sport England to co-deliver sports at a local level, to help more people enjoy the benefits of playing sport and being active
Onside Holiday Hunger	Funding via Onside for the provision of free meals
Eric Wright Charitable Trust	Cost of living grant towards the cost of utility bills and provision of some free meals/memberships for young people
Hard Hitters	PPC funding towards Core Epic programme focussed on those at risk or involved in ASB/Youth Nuisance
Adlington Satellite	Funded by Adlington Town Council, Chorley Borough Council and directed private donations and grants to support weekly detached sessions in Adlington

Chorley Youth Zone

Notes to the Financial Statements - continued for the year ended 31 March 2023

21. DESIGNATED FUNDS

Designated funds relate to the investments held for the future refurbishment of the building.

22. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party.

Chorley Youth Zone

Detailed Statement of Financial Activities for the year ended 31 March 2023

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations	1,013,334	246,293	1,259,627	862,447
Other trading activities				
Other fundraising	26,939	130	27,069	54,580
Investment income				
Dividends received	9,272	-	9,272	-
Deposit account interest	3,800	-	3,800	911
	13,072	-	13,072	911
Charitable activities				
Young people	24,491	-	24,491	23,793
Catering income	36,418	-	36,418	22,398
Facilities hire	4,755	41,835	46,590	48,943
	65,664	41,835	107,499	95,134
Other income				
Other income	34,428	12,090	46,518	52,056
Furlough grants	-	-	-	1,699
	34,428	12,090	46,518	53,755
Total incoming resources	1,153,437	300,348	1,453,785	1,066,827
EXPENDITURE				
Raising donations and legacies				
Fundraising costs	5,142	-	5,142	3,667
Other trading activities				
Bad debts	6,291	-	6,291	-
Charitable activities				
Wages	645,214	166,928	812,142	677,234
Social security	48,143	-	48,143	33,091
Pensions	15,083	-	15,083	13,241
Insurance	16,772	-	16,772	14,045
Telephone	2,153	-	2,153	2,795
Postage and stationery	4,445	498	4,943	4,768
Sundries	5,631	74	5,705	12,141
Consultancy costs	23,705	-	23,705	-
Carried forward	761,146	167,500	928,646	757,315

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 2023

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
Charitable activities				
Brought forward	761,146	167,500	928,646	757,315
Travel costs	4,604	272	4,876	3,290
Training	3,977	703	4,680	2,030
Computer costs	14,149	-	14,149	18,576
Licences	6,605	-	6,605	7,363
Other staff costs	2,542	-	2,542	2,384
Legal and professional fees	8,056	-	8,056	4,311
Marketing and advertising	2,612	120	2,732	2,420
Recruitment and DBS checks	4,373	-	4,373	7,119
Onside Network Donation	34,500	-	34,500	33,000
Activity delivery costs	223,369	49,337	272,706	121,685
Premises costs	9,089	-	9,089	5,106
Repairs and renewals	49,016	120	49,136	24,786
Utilities	79,304	-	79,304	32,483
Long leasehold	-	94,512	94,512	94,512
Plant and machinery	-	1,126	1,126	1,450
Fixtures and fittings	-	8,567	8,567	16,756
Motor vehicles	-	12,893	12,893	1,074
Computer equipment	-	4,674	4,674	6,501
	<u>1,203,342</u>	<u>339,824</u>	<u>1,543,166</u>	<u>1,142,161</u>
Support costs				
Finance				
Bank charges	1,821	-	1,821	2,710
Governance costs				
Auditors' remuneration	6,500	-	6,500	6,000
Total resources expended	<u>1,223,096</u>	<u>339,824</u>	<u>1,562,920</u>	<u>1,154,538</u>
Net (expenditure)/income	<u>(69,659)</u>	<u>(39,476)</u>	<u>(109,135)</u>	<u>(87,711)</u>

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