

CHARITY REGISTRATION NUMBER: 1176137

**Cresswell Pele Tower CIO**  
**Unaudited Financial Statements**  
**31 August 2021**

# Cresswell Pele Tower CIO

## Financial Statements

Year ended 31 August 2021

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# Cresswell Pele Tower CIO

## Trustees' Annual Report

Year ended 31 August 2021

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The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2021.

### Reference and administrative details

<b>Registered charity name</b>	Cresswell Pele Tower CIO
<b>Charity registration number</b>	1176137
<b>Principal office</b>	5 St Bartholomews Close Cresswell Morpeth NE61 5JX

### The trustees

M K Wright  
D W Lodge  
B Mead  
T Kirsop

<b>Independent examiner</b>	Michael W Reed Russell House Greenwell Road Alnwick Northumberland NE66 1HB
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### Structure, governance and management

Governance of the Charity is through 4 independent Trustees appointed for their skills, knowledge and interest in the project that the Charity is seeking to deliver at the Pele Tower. Responsibilities are shared amongst the Trustees and where necessary independent consultants and contractors are appointed to support project delivery after approval by all Trustees. There are no direct employees of the Charity.

There are four trustees:  
Michael wright - Chair  
Barry Mead  
David Lodge  
Tony Kirsop

# Cresswell Pele Tower CIO

## Trustees' Annual Report *(continued)*

Year ended 31 August 2021

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### Objectives and activities

The purpose of Cresswell Pele Tower CIO is the advancement of heritage and education, in particular through the restoration, preservation and promotion of Cresswell Pele Tower to enable it to open to the public and enable the exploration of its landscape through a community archaeology project. Cresswell Pele Tower CIO would like to carry out all of the capital works detailed in a recent Development Appraisal report which will remove the Tower from the "Heritage at Risk" register and restore it to the highest standard appropriate for a Grade II\* historic building.

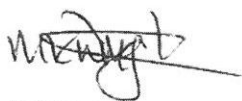
### Achievements and performance

The project was completed in 2021 and delivered a new heritage attraction open to visitors and will maintain the tower to ensure its long term prosperity. The Tower has been extensively renovated and repaired prior to access to the building by the public. The facility is now open to the public as frequently as possible dependent upon the support of volunteers. The Trustees seek to benefit as wide a group of people as possible with all welcome to come and see the Tower and examine its history and heritage. There is an Interpretation Plan so that we can develop and install engaging and accessible exhibitions on the tower itself, its relationship to the village and its role in Border conflicts. Information gleaned through the archaeology community project has fed into this Plan and also is included on the website. The proposed community archaeology and archives projects provided wonderful opportunities to put the tower into its historical and landscape context. All of the information discovered by this & other project work has been made available through academic publications and online. Achievements and performance: An initial grant of £677,600 from the Heritage Lottery Fund together with some match funding has enabled the Grade II\* Listed Pele Tower (which is also a Scheduled Ancient Monument) to be restored so that it can be removed from Historic England's "Heritage at Risk" register and opened to the public as a visitor attraction. This grant has allowed the Cresswell Pele Tower Charitable Incorporated Organisation, with help from Greater Morpeth Development Trust, to fully restore the three-storey 14th century tower. A nearby Victorian gardener's bothy has also been re-built to provide welfare facilities for both visitors and volunteers. Another key part of the project has been a number of community archaeological digs to unearth more treasures from Cresswell's past. This is a fantastic achievement for a small community like Cresswell to secure this sort of National Lottery support that has allowed us to preserve such an important piece of our past for future generations. The award is the culmination of four years of dedicated work by many local people whose support for the project has just been incredible. The project was completed in spring of 2021 which is later than initially planned but is the result of Covid working restrictions but the end product is something that Cresswell can be proud of for years to come.

### Financial review

During the year Cresswell Pele Tower CIO received income by way of grants to fund the restoration of the Tower as the project has now been finished with a surplus of £346,026 in the year.

The trustees' annual report was approved on 20/1/22 and signed on behalf of the board of trustees by:



M K Wright  
Trustee



B Mead  
Trustee

# Cresswell Pele Tower CIO

## Independent Examiner's Report to the Trustees of Cresswell Pele Tower CIO

Year ended 31 August 2021

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I report to the trustees on my examination of the financial statements of Cresswell Pele Tower CIO ('the charity') for the year ended 31 August 2021.

### Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

### Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of The Association of Accounting Technician's which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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



Michael W Reed  
Independent Examiner

Russell House  
Greenwell Road  
Alnwick  
Northumberland  
NE66 1HB

20 January 2022

**Cresswell Pele Tower CIO**

**Statement of Financial Activities**

**Year ended 31 August 2021**

		Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
	Note				
<b>Income and endowments</b>					
Donations and legacies	4	—	399,480	399,480	316,417
Charitable activities	5	1,830	—	1,830	—
<b>Total income</b>		<u>1,830</u>	<u>399,480</u>	<u>401,310</u>	<u>316,417</u>
<b>Expenditure</b>					
Expenditure on charitable activities	6,7	1,169	53,454	54,623	29,592
<b>Total expenditure</b>		<u>1,169</u>	<u>53,454</u>	<u>54,623</u>	<u>29,592</u>
<b>Net income and net movement in funds</b>		<u>661</u>	<u>346,026</u>	<u>346,687</u>	<u>286,825</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		—	438,661	438,661	151,836
<b>Total funds carried forward</b>		<u>661</u>	<u>784,687</u>	<u>785,348</u>	<u>438,661</u>

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

The notes on pages 6 to 13 form part of these financial statements.

# Cresswell Pele Tower CIO

## Statement of Financial Position

31 August 2021

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible fixed assets	12	724,271	438,661
<b>Current assets</b>			
Debtors	13	9,628	19,598
Cash at bank and in hand		65,674	65,454
		75,302	85,052
<b>Creditors: amounts falling due within one year</b>	14	14,225	85,052
<b>Net current assets</b>		61,077	—
<b>Total assets less current liabilities</b>		785,348	438,661
<b>Net assets</b>		785,348	438,661
<b>Funds of the charity</b>			
Restricted funds		784,687	438,661
Unrestricted funds		661	—
<b>Total charity funds</b>	16	785,348	438,661

These financial statements were approved by the board of trustees and authorised for issue on 20/11/22, and are signed on behalf of the board by:



M K Wright  
Trustee



B Mead  
Trustee

The notes on pages 6 to 13 form part of these financial statements.

# Cresswell Pele Tower CIO

## Notes to the Financial Statements

Year ended 31 August 2021

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### 1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 5 St Batholomews Close, Cresswell, Morpeth, Northumberland, NE61 5JX.

### 2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

### 3. Accounting policies

#### Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

#### Going concern

There are no material uncertainties about the charity's ability to continue.

#### Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.



# Cresswell Pele Tower CIO

## Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

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### 3. Accounting policies *(continued)*

#### Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably. The grants which relates directly to the restoration project are recognised in income only when the costs have been incurred. Where grants have been received prior to cost being incurred, they are recognised as a liability.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

#### Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

#### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

# Cresswell Pele Tower CIO

## Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

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### 3. Accounting policies *(continued)*

#### **Tangible assets *(continued)***

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

#### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment	-	20% reducing balance
Leasehold improvement	-	4% straight line

#### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

#### **Financial instruments**

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

# Cresswell Pele Tower CIO

## Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

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### 3. Accounting policies *(continued)*

#### Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

### 4. Donations and legacies

	Restricted Funds £	Total Funds 2021 £	Restricted Funds £	Total Funds 2020 £
<b>Grants</b>				
Grants receivable	92,783	92,783	11,050	11,050
Grants for restoration	306,697	306,697	305,367	305,367
	<u>399,480</u>	<u>399,480</u>	<u>316,417</u>	<u>316,417</u>

### 5. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Books	<u>1,830</u>	<u>1,830</u>	<u>—</u>	<u>—</u>

# Cresswell Pele Tower CIO

## Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

### 6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Activity	1,169	52,004	53,173
Support costs	—	1,450	1,450
	<u>1,169</u>	<u>53,454</u>	<u>54,623</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Activity	—	28,817	28,817
Support costs	—	775	775
	<u>—</u>	<u>29,592</u>	<u>29,592</u>

### 7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2021 £	Total fund 2020 £
Activity	53,173	—	53,173	28,817
Governance costs	—	1,450	1,450	775
	<u>53,173</u>	<u>1,450</u>	<u>54,623</u>	<u>29,592</u>

### 8. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>31,834</u>	<u>18,542</u>

### 9. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>775</u>	<u>775</u>

### 10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021 £	2020 £
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The average head count of employees during the year was Nil (2020: Nil).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

# Cresswell Pele Tower CIO

## Notes to the Financial Statements *(continued)*

### Year ended 31 August 2021

#### 11. Trustee remuneration and expenses

During the year £6,000 (2020:£4,509) was paid to B Mead for Development consultancy services at market rate.

During the year £8,045 was paid to S R Solutions NE Ltd a company in which D Lodge is a director at market rate.

#### 12. Tangible fixed assets

	Fixtures and fittings £	Leasehold improvements £	Total £
<b>Cost</b>			
At 1 September 2020	–	463,529	463,529
Additions	10,747	306,697	317,444
<b>At 31 August 2021</b>	<u>10,747</u>	<u>770,226</u>	<u>780,973</u>
<b>Depreciation</b>			
At 1 September 2020	–	24,868	24,868
Charge for the year	1,025	30,809	31,834
<b>At 31 August 2021</b>	<u>1,025</u>	<u>55,677</u>	<u>56,702</u>
<b>Carrying amount</b>			
<b>At 31 August 2021</b>	<u>9,722</u>	<u>714,549</u>	<u>724,271</u>
At 31 August 2020	<u>–</u>	<u>438,661</u>	<u>438,661</u>

#### 13. Debtors

	2021 £	2020 £
Trade debtors	9,628	–
Other debtors	–	19,598
	<u>9,628</u>	<u>19,598</u>

#### 14. Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	1,243	654
Accruals and deferred income	7,239	84,398
Social security and other taxes	5,743	–
	<u>14,225</u>	<u>85,052</u>

# Cresswell Pele Tower CIO

## Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

### 15. Deferred income

	2021 £	2020 £
Amount deferred in year	<u>7,239</u>	<u>82,848</u>

### 16. Analysis of charitable funds

#### Unrestricted funds

	At 1 September 2020 £	Income £	Expenditure £	At 31 August 20 21 £
General funds	<u>—</u>	<u>1,830</u>	<u>(1,169)</u>	<u>661</u>

	At 1 September 2019 £	Income £	Expenditure £	At 31 August 20 20 £
General funds	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>

#### Restricted funds

	At 1 September 2020 £	Income £	Expenditure £	At 31 August 20 21 £
Restricted fund	<u>438,661</u>	<u>399,480</u>	<u>(53,454)</u>	<u>784,687</u>

	At 1 September 2019 £	Income £	Expenditure £	At 31 August 20 20 £
Restricted fund	<u>151,836</u>	<u>316,417</u>	<u>(29,592)</u>	<u>438,661</u>

# Cresswell Pele Tower CIO

## Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

### 17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	–	724,271	724,271
Current assets	661	74,641	75,302
Creditors less than 1 year	–	(14,225)	(14,225)
<b>Net assets</b>	<u>661</u>	<u>784,687</u>	<u>785,348</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	–	438,661	438,661
Current assets	–	–	–
Creditors less than 1 year	–	–	–
Creditors greater than 1 year	–	–	–
<b>Net assets</b>	<u>–</u>	<u>438,661</u>	<u>438,661</u>

# **Cresswell Pele Tower CIO**

## **Management Information**

**Year ended 31 August 2021**

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**The following pages do not form part of the financial statements.**



# Cresswell Pele Tower CIO

## Detailed Statement of Financial Activities

Year ended 31 August 2021

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	2021 £	2020 £
<b>Income and endowments</b>		
<b>Donations and legacies</b>		
Grants receivable	92,783	11,050
Grants for restoration	306,697	305,367
	<u>399,480</u>	<u>316,417</u>
<b>Charitable activities</b>		
Books	1,830	—
	<u>—</u>	<u>—</u>
<b>Total income</b>	<u>401,310</u>	<u>316,417</u>
<b>Expenditure</b>		
<b>Expenditure on charitable activities</b>		
Rent	—	67
Volunteer coordinator costs	5,701	—
Insurance	1,062	1,270
Publicity	4,607	1,000
Legal and professional fees	6,177	775
Maintenance and gardening	1,169	—
Bank charges	79	58
Depreciation	31,834	18,542
Volunteer expenses and other sundry costs	3,837	—
Administration services	157	7,880
	<u>54,623</u>	<u>29,592</u>
<b>Total expenditure</b>	<u>54,623</u>	<u>29,592</u>
<b>Net income</b>	<u>346,687</u>	<u>286,825</u>

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# Cresswell Pele Tower CIO

## Notes to the Detailed Statement of Financial Activities

Year ended 31 August 2021

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	2021 £	2020 £
<b>Expenditure on charitable activities</b>		
<b>Activity</b>		
<b><i>Activities undertaken directly</i></b>		
Rent	—	67
Volunteer coordinator costs	5,701	—
Insurance	1,062	1,270
Publicity	4,607	1,000
Legal and professional fees	4,727	—
Maintenance and gardening	1,169	—
Bank charges	79	58
Depreciation	31,834	18,542
Volunteer expenses and other sundry costs	3,837	—
Administration services	157	7,880
	<u>53,173</u>	<u>28,817</u>
<b>Governance costs</b>		
Governance costs - accountancy fees	<u>1,450</u>	<u>775</u>
<b>Expenditure on charitable activities</b>	<u>54,623</u>	<u>29,592</u>

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