

**THE PEARSON CENTRE FOR YOUNG PEOPLE**

**TRUSTEES' REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 MARCH 2022**

**Charity Number 1176819**

## **The Pearson Centre for Young People**

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

The Trustees present their annual report and financial statements of the Charity for the year ended 31 March 2022. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and accounts and comply with the Charity Trust Deed, the Charities Act 2011 and 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 effective 1<sup>st</sup> January 2019.

#### **OBJECTIVES AND ACTIVITIES FOR PUBLIC BENEFIT**

##### **Constitution and Objective**

The objective of The Pearson Centre for Young People is the provision of leisure time activities for children and young people from the age of 4 years through the auspices of The Boys' Brigade and The Girls' Brigade, together with other children and young people of that age in Beeston, Nottinghamshire and the surrounding area. The principal objectives of these organisations are as follows:

##### **The Boys' Brigade**

The advancement of Christ's Kingdom among boys and the promotion of habits of obedience, reverence, discipline, self respect and all that tends toward a true Christian Manliness.

##### **The Girls' Brigade**

To help girls become followers of the Lord Jesus Christ, and through self-control, reverence and a sense of responsibility, to find true enrichment of life.

All the sections of The Centre have continued to provide a wide range of programmes aimed at both meeting the respective Brigade award structures and providing additional activities as requested by the young people.

The property is available for the use of those groups previously laid down in the controlling Debenture as well as others, particularly those involved in youth and sporting activities, social and leisure activities.

##### **Safeguarding**

The Pearson Centre takes its duties under the Children Act 1989 seriously and has appropriate procedures and staff appointed to meet its duties under the 1989 Act. If a reasonable suspicion is raised about the protection of a child under the age of 18 years, The Centre will undertake its duties using its procedures. The Management Committee has a policy to vet all those who have the responsibility for the care of children within areas of its responsibilities to comply with the Protection of Children Act 1999.

The Charity Trustees have referred to the guidance on public benefit and confirm that the provision of The Centre for use by the general public satisfies the requirements laid down.

The Charity Trustees confirm that they have complied with their duties under the 2011 Charities Act with regard to public benefit.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Results and Review of Operation**

The Pearson Centre for Young People established an overall income position before unrealised gains/(losses) on the provision of its activities for the year of £78,343 Realised and unrealised losses and gains on investments increased income in these figures in the accounts to a surplus in 2022, before the actuarial decrease on the defined benefit pension scheme of £29,000.

The Charity Trustees express their thanks to all those involved in organising fundraising activities or who have made donations during the year in order that The Centre may continue to offer an important range of activities to children and young people within the area.

## **The Pearson Centre for Young People**

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

The year commenced in lockdown, due to Covid-19. Boys' Brigade and Girls' Brigade members met via Zoom. As restrictions lifted children's and youth work was allowed to happen and sporting activities and with most other groups returning in September. After school and holiday clubs have taken place as and when they were allowed to and have returned to their previous popularity. Unfortunately the annual camping residential was not allowed to take place. The pantomime did happen – a few months later – in March and was a popular success.

Links with Alderman White School, through Duke of Edinburgh's Award, have continued with 10 young people volunteering in various sessions to complete their service element of their award. Again volunteers have also signed up from the University of Nottingham, Nottingham Trent and from the local community.

These volunteers together with those working within the Boys' Brigade and Girls' Brigade are a tremendous asset. The trustees are most grateful and appreciative of the time and effort they give.

The Centre saw an increase of its room hire in comparison to the previous year and it was encouraging to have new groups start. However, there have been some losses along the way.

There was not much activity in the local community with a number of events having been cancelled.

Following completion of the two houses on Ireland Avenue, tenants moved in during the summer, and have remained there during the financial year.

## **FINANCIAL REVIEW**

### **Investment Policy and Objectives**

The Charity Trustees are committed to a safe investment of funds whilst retaining accessibility. During the year all cash funds have been moved to the new charitable incorporated organisation.

The investments from the sale of land from the S H Pearson Trust are assigned to Rathbone Brothers plc, an investment management company, who have discretionary investment powers. The total held at 31 March 2022 was £2,101,531 (2021: £2,213,125).

### **Investment Performance**

The Charity Trustees are satisfied with the investment performance of the Fund Managers to the Trust, and recognise the difficult economic environment in which they have acted.

The general aim is to grow the invested assets for the longer term in respect of real income and capital growth to achieve a return in excess of RPI plus 3%. A balanced objective has been selected in order that the portfolio is managed in a way that gives good diversification between different asset classes and can achieve the aim of the portfolio. Given the nature of the funds, there is no specific time horizon as all funds are invested for the longer term.

## **The Pearson Centre for Young People**

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

The portfolio is invested for growth of capital and income in a way that represents all aspects of the world economy covering different asset classes and country diversification. It is invested 80% in equities; collectives and growth stocks to achieve the capital growth desired. The balance of 20% is in fixed interest and diversifier investments. Direct investments in Armaments, defence, alcohol and tobacco are not allowed.

#### **Reserves Policy**

The Charity Trustees, have been conscious of the difficult recurring financial results, and identified a Policy of keeping under review a minimum requirement of twelve months costs of operations being available to reduce risk of any insolvency occurring.

The Charity holds £169,265 in reserve in the bank account. The Investment funds are only allowed to be spent on costs that meet the charitable aims and are approved by the Custodian Trustees. The investment fund has to remain at its opening balance or higher. The custodian trustees have agreed that some of the funds can be used to replace old and worn equipment.

The reserves policy will be reviewed on an annual basis.

#### **Risk Management**

The Charity Trustees have conducted a review of risks associated with the Charity and have identified the major risks to which it is exposed, in particular those related to the operations and finances of the Charity. The Charity Trustees are satisfied that systems are now in place to mitigate the Charity's exposure to the major risks.

#### **Future Development**

The coming year will continue to be spent building back up the work with the Boys Brigade and Girls Brigade, together with the development programme. In order to improve and expand the development programme further, adult volunteers will be sought. It is anticipated that the pantomime will revert back to its January performances. There will be an increase in marketing which it is hoped will entice more room bookings and members attending the various activities.

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

#### **Governing document**

The Pearson Centre for Young People is controlled by a Constitution of its Charitable Incorporated Organisation status, dated 24 January 2018.

#### **MANAGEMENT COMMITTEE (CHARITY TRUSTEES)**

In line with The Pearson Centre for Young People's constitution, Charity Trustees are active and continually support the day-to-day running of The Centre, and decide on necessary actions to achieve the objectives of the Charitable Incorporated Organisation.

The Charity Trustees shall include the following:-

- A leader of the 17<sup>th</sup> Nottingham Company of The Boys' Brigade.
- A leader of the 30<sup>th</sup> Nottingham Company of The Girls' Brigade.

## **The Pearson Centre for Young People**

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

The first Trustees of The Centre identified in the above mentioned Constitution are:-

John Wilson OBE	Chairperson
Andrew Taylor	Vice Chairperson
Andrew Bunyan	Captain of the 17 <sup>th</sup> Nottingham Company of The Boys' Brigade
Karen Jowett	Team Leader of the 30 <sup>th</sup> Nottingham Company of The Girls' Brigade
Wendy Kane	Day-to-day management (non-voting)

#### **Recruitment and appointment of Charity Trustees**

The Charity Trustees serve for a defined period, determined by the Constitution. At the quarterly Management Committee meeting, members agree the broad strategy and areas of activity for the Charity and when considered necessary make representations to the Custodian Trustee in areas of investment, reserves and risk management policies.

#### **The Induction and training of Charity Trustees**

Charity Trustees undergo an induction to brief them on their legal obligations under Charity Law, their obligations under the specific trust, as well as the operating procedures and financial management and performance of the Charity.

The Charity Trustees receive general trustee training at regular intervals in order to maintain their knowledge on the necessary governance requirements associated with their office.

#### **RELATED PARTIES**

The Pearson Centre has links with the following organisations:-

The Boys' Brigade Headquarters – representative of Custodian Trustee  
The Boys' Brigade and The Girls' Brigade nationally

## **The Pearson Centre for Young People**

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

#### **Reference and Administrative Information**

<b>CHARITY NAME:</b>	The Pearson Centre for Young People
<b>CHARITY REGISTRATION NUMBER:</b>	1176819
<b>PRINCIPAL AND OPERATIONAL ADDRESS:</b>	2 Nuart Road Beeston Nottingham NG9 2NH
<b>CUSTODIAN TRUSTEES:</b>	The Boys' Brigade (a company Limited by Guarantee)

#### **MANAGEMENT COMMITTEE (CHARITY TRUSTEES):**

The Pearson Centre for Young People is managed by a Management Committee in line with its constitution. The members of the Management Committee who served during the year are:

<b>Chairperson:</b>	John Wilson OBE (Appointed)
<b>Vice Chairperson:</b>	Andrew Taylor (Appointed)
<b>Boys' Brigade Captain:</b>	Andrew Bunyan (Appointed)
<b>Girls' Brigade Team Leader:</b>	Karen Jowett (Appointed)

<b>Secretary:</b>	Wendy Kane
<b>Associate Member:</b>	Thomas Jowett

<b>CENTRE MANAGER:</b> (Responsible for day to day running of The Centre)	Wendy Kane
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<b>BANKERS:</b>	Co-Operative Bank PLC Customer Services PO Box 250 Skelmersdale WN8 6WT
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<b>INDEPENDENT EXAMINER:</b>	Diane Lockwood Haines Watts Cliffe Hill House 22-26 Nottingham Road Stapleford Nottingham NG9 8AA
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<b>INVESTMENT ADVISORS:</b>	Rathbone Investment Management 8 Finsbury Circus London EC2M 7AZ
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## **The Pearson Centre for Young People**

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

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

The Charity Trustees are responsible for preparing the Report of the Trustees and the Financial Statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, including the income and expenditure of the Charity for that period. In preparing those financial statements, the Management Trustees are required to:-

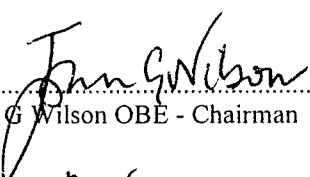
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.
- state whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements.

The Charity Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Charity Trustees are responsible for the maintenance and integrity of the Charity and financial information included on the Charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

This report has been prepared in accordance with the Statement of Recommended Practice; Accounting and Reporting by Charities (effective January 2019).

#### **ON BEHALF OF THE MANAGEMENT COMMITTEE**

  
.....  
J G Wilson OBE - Chairman  
  
15<sup>th</sup> November ..... 2022

**Independent Examiner's Report to the Trustees of  
The Pearson Centre For Young People ('the CIO')  
For the Year Ended 31 March 2022**

I report to the Charity Trustees on my examination of the accounts of the CIO for the year ended 31 March 2022.

**Responsibilities and Basis of Report**

As the Charity Trustees of the CIO you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the CIO's accounts carried out under Section 145 of the Act. In carrying out my examination I have followed all applicable directions given by the Charity Commission under Section 145(5)(b) of the 2011 Act.

**Independent Examiner's Statement**

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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

- 1) Accounting records were not kept as required by Section 130 of the Act; or
- 2) The accounts do not accord with those records.
- 3) The accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

I confirm that there are no matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

D. J. Lockwood  
Mrs D J Lockwood FCCA FCA ATT(fellow)  
Chartered Accountant

Dated 6.12.2022

Haines Watts  
Cliffe Hill House  
22-26 Nottingham Road  
Stapleford  
Nottingham NG9 8AA

Dated: 6.12.2022



**The Pearson Centre for Young People**

**Statement of Financial Activities for the year ended 31 March 2022  
(Including Income and Expenditure Account)**

	Notes	Unrestricted Funds £	Capital Funds £	Total Funds 2022 £	Unrestricted Funds £	Capital Funds £	Total Funds 2021 £
<b>INCOMING RESOURCES</b>							
Broxtowe Borough Council Grant		16,000	-	16,000	49,902	-	49,902
Government Furlough Scheme		15,980	-	15,980	47,852	-	47,852
Gift From Previous Entity	19	185,962	-	185,962	-	-	-
Donations and Legacies	2a	20,590	-	20,590	1,616	-	1,616
Income from Charitable Activities	2b	38,905	-	38,905	13,837	-	13,837
Income from Other							
Trading Activities	2c	36,324	-	36,324	3,556	-	3,556
Investment Income	3	-	214,084	214,084	-	120,016	120,016
Fund Raising		843	-	843	223	-	223
<b>TOTAL INCOMING RESOURCES</b>		<b>314,604</b>	<b>214,084</b>	<b>528,688</b>	<b>116,986</b>	<b>120,016</b>	<b>237,002</b>
<b>EXPENDITURE</b>							
Charitable Activities	4	111,315	17,862	129,177	105,127	15,160	120,287
Other	5	107,084	-	107,084	90,810	-	90,810
<b>TOTAL EXPENDITURE</b>		<b>218,399</b>	<b>17,862</b>	<b>236,261</b>	<b>195,937</b>	<b>15,160</b>	<b>211,097</b>
Unrealised Gains/(Losses) on Investments		-	(84,349)	(84,349)	-	478,677	478,677
Net Income/(Expenditure)		96,205	196,222	292,427	(78,951)	104,856	25,905
Transfers Between Funds		223,461	(223,461)	-	200,661	(200,661)	-
Actuarial Gain/(Loss) on Defined Benefit Pension Scheme in the year since transfer of scheme	16	29,000	-	29,000	(89,000)	-	(89,000)
<b>Net Movement in Funds</b>		<b>348,666</b>	<b>(111,588)</b>	<b>237,078</b>	<b>32,710</b>	<b>382,872</b>	<b>415,582</b>
<b>RECONCILIATION OF FUNDS</b>							
Total funds brought forward		1,021,158	2,213,125	3,234,283	988,448	1,830,253	2,818,701
<b>TOTAL FUNDS CARRIED FORWARD</b>	13	<b>1,369,824</b>	<b>2,101,537</b>	<b>3,471,361</b>	<b>1,021,158</b>	<b>2,213,125</b>	<b>3,234,283</b>

The notes on pages 10 to 19 form part of these financial statements

**The Pearson Centre for Young People**

**Balance Sheet as at 31 March 2022**

	Notes	Unrestricted Funds £	Capital Funds £	2022 Total Funds £	2021 Total Funds £
<b>FIXED ASSETS</b>					
Tangible assets	8	947,661	-	947,661	966,109
Fixed asset investments	19	460,000	-	460,000	-
		<u>1,407,661</u>	<u>-</u>	<u>1,407,661</u>	<u>966,109</u>
<b>CURRENT ASSETS</b>					
Stocks	9	1,001	-	1,001	755
Debtors	10	5,696	-	5,696	3,439
Investments	11	-	2,101,537	2,101,537	2,213,125
Cash at bank and in hand		169,265	-	169,265	93,013
Loan to The Pearson Centre (old entity)	19	-	-	-	241,870
		<u>175,962</u>	<u>2,101,537</u>	<u>2,277,499</u>	<u>2,552,202</u>
<b>CREDITORS</b>	12	16,799	-	16,799	58,028
<b>NET CURRENT ASSETS</b>		<u>159,163</u>	<u>2,101,537</u>	<u>2,260,700</u>	<u>2,494,174</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,566,324	2,101,537	3,668,361	3,460,283
<b>Pension Scheme Deficit</b>	16	(197,000)	-	(197,000)	(226,000)
<b>NET ASSETS</b>		<u>1,369,824</u>	<u>2,101,537</u>	<u>3,471,361</u>	<u>3,234,283</u>
<b>THE FUNDS OF THE CHARITY</b>					
Unrestricted funds:					
General Fund				1,566,824	1,247,158
Pension Reserve				(197,000)	(226,000)
				<u>1,369,824</u>	<u>1,021,158</u>
Capital Fund				2,101,537	2,213,125
<b>TOTAL CHARITY FUNDS</b>				<u>3,471,361</u>	<u>3,234,283</u>

The financial statements were approved by the Charity Trustees on 15<sup>th</sup> November 2022 and were signed on its behalf by:

  
 J G Wilson OBE – Chairman  
  
 A Taylor – Committee Member

The notes on pages 10 to 19 form part of these financial statements

## **The Pearson Centre for Young People**

### **Notes forming part of the Financial Statements for the year ended 31 March 2022**

#### **1. ACCOUNTING POLICIES**

##### **Basis of Preparation and assessment of going concern**

The accounts (financial statements) have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in UK and Republic of Ireland (FRS102) effective January 2019, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102), and the Charities Act 2011. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

The Charity constitutes a public benefit entity as defined by FRS102.

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

The financial statements are presented in sterling (£).

##### **Incoming resources**

All incoming resources are included on the Statement of Financial Activities when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

##### **Resources expended**

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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. The Charity is not VAT registered and therefore all costs include irrecoverable VAT.

##### **Tangible fixed assets**

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

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 fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Land and buildings	- 1% on cost (land is not depreciated)
Improvement to property	- 15% on reducing balance
Instruments	- 20% on reducing balance
Equipment	- 20% on reducing balance

##### **Stocks**

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

##### **Debtors**

Debtors are recognised at the settlement amount owed to the Charity or prepaid.

##### **Creditors**

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

##### **Financial Instruments**

The Charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

## **The Pearson Centre for Young People**

### **Notes forming part of the Financial Statements for the year ended 31 March 2022 (Continued)**

#### **Taxation**

The Charity is exempt from tax on its charitable activities. The Charity also rents its rooms to other local children's activities which satisfy the objectives of the Charity. The Trustees have reviewed the Charity's trading activities and are confident that they further the Charity's aims and, as such, are considered to be primary purpose trading.

#### **Fund accounting**

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

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

#### **Donated Services, Good and Facilities**

Donated services or facilities are recognised as income when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the Charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount the Charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

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

Retirement benefits to employees of the company are provided by the Local Government Pension Scheme (LGPS) which is a defined benefit scheme.

The LGPS is a funded scheme and the assets are held separately from those of the company in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit credit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent term and currency to the liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The amounts charged to the income statement are the current service costs of scheme introductions, benefit charges, settlements and curtailments. They are included as part of staff costs as incurred. Net interest on the net defined benefit obligation and interest income on the scheme assets, calculated by multiplying the fair value of the scheme assets at the beginning of the period by the rate used to discount the benefit obligations. The difference between the interest income on the scheme assets and the return on the scheme assets is recognised in the income statement. Actuarial gains and losses are recognised immediately in the income statement.

The actuary has produced the pension disclosures based upon IAS19. The resulting pension scheme liability has been transferred to a separate pension reserve in order to ring fence the liability.

#### **Investments**

Listed investments held as current assets are revalued throughout the year at mid-market value at the balance sheet date and the gain or loss on revaluation and disposals taken to the Statement of Financial Activities.

#### **Investment Property**

The valuation of the property at transfer from the 'old' charitable entity was assessed by Mussons Liggins professional valuers on 9 November 2021. No depreciation or amortisation is provided. The property valuation at transfer was £460,000 (see note 19).

## The Pearson Centre for Young People

### Notes forming part of the Financial Statements for the year ended 31 March 2022 (Continued)

#### Judgement and Key Sources of Estimation Uncertainty

The preparation of accounts using generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the accounts and the reported amounts of revenues and expenses during the reporting period.

The key estimates and assumptions used in the Financial Statements are detailed in the accounting policies.

#### 2a. Donations and Legacies

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>2022</u>	<u>2021</u>
			<u>£</u>	<u>£</u>
Donations	-	1,781	1,781	1,157
Gift Aid	-	459	459	459
Rent of House	-	18,350	18,350	-
	-	20,590	20,590	1,616

#### 2b. Income from Charitable Activities

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>2022</u>	<u>2021</u>
			<u>£</u>	<u>£</u>
Subscriptions	-	4,877	4,877	1,496
Sundry Receipts	-	14	14	-
Pantomime Income	-	2,599	2,599	-
Canteen Income	-	901	901	55
Development Work Income	-	30,172	30,172	12,286
Camp	-	-	-	-
Sale of Uniforms	-	117	117	-
Activity Income	-	225	225	-
	-	38,905	38,905	13,837

#### 2c. Income from Other Trading Activities

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>2022</u>	<u>2021</u>
			<u>£</u>	<u>£</u>
Room and Ground Hire	-	36,324	36,324	3,556

#### 3. Investment Income

	<u>Total</u>	<u>Total</u>
	<u>2022</u>	<u>2021</u>
	<u>£</u>	<u>£</u>
Investment income	252,004	120,016
Gains/(Losses) on Investment	(37,920)	-
	214,084	120,016

	<u>Total</u>	<u>Total</u>
	<u>2022</u>	<u>2021</u>
	<u>£</u>	<u>£</u>
Net income is stated after charging:-		
Independent Examination Fees	2,520	2,400
Other Payments to Auditors for Accountancy and Payroll Services	2,106	2,588
Depreciation	18,448	20,639

## The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2022 (Continued)

### 4. Charitable Activities

	<u>Capital Funds</u>	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total 2022</u>	<u>Total 2021</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Wages and Expenses Payments	-	-	65,005	65,005	74,974
Social Security Payments	-	-	5,711	5,711	6,229
Pensions	-	-	13,694	13,694	11,221
Sundry Purchases	-	-	39	39	-
Canteen Expenditure	-	-	683	683	-
Development Work Costs	-	-	3,547	3,547	1,156
Bank Charges	-	-	104	104	40
Investments Management Fees	17,862	-	-	17,862	15,160
Postage, Printing and Stationery	-	-	876	876	509
Sundries (including vending machine / cleaning)	-	-	3,003	3,003	1,952
Running Costs of Rental Property	-	-	8,185	8,185	2,742
BB Awards	-	-	2	2	-
Subscriptions and Licences	-	-	1,399	1,399	859
Training	-	-	155	155	113
Activity Costs	-	-	4,214	4,214	2,114
Volunteers Expenses	-	-	264	264	-
Pantomime Expenditure	-	-	1,682	1,682	-
Camp	-	-	-	-	-
Capitation Fees	-	-	2,752	2,752	3,218
	17,862	-	111,315	129,177	120,287

### 5. Other Expenditure

Health and Safety Cost	-	-	858	858	1,234
Wages and Expense Payments	-	-	33,650	33,650	23,495
Social Security Payments	-	-	2,221	2,221	1,557
Water Rates and Rates	-	-	6,166	6,166	3,180
Insurance	-	-	7,296	7,296	7,793
Light and Heat	-	-	9,875	9,875	7,501
Telephone	-	-	3,124	3,124	3,016
Repairs, Maintenance and IT Equipment Replacement	-	-	19,404	19,404	15,398
Improvement to Property - Depreciation	-	-	7,421	7,421	8,730
Instruments Depreciation	-	-	11	11	14
Equipment Depreciation	-	-	3,516	3,516	4,395
Buildings Depreciation	-	-	7,500	7,500	7,500
Audit and Accounting Fees	-	-	4,626	4,626	4,988
Legal and Professional Fees	-	-	1,416	1,416	2,009
	-	-	107,084	107,084	90,810

## The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2022 (continued)

### 6. Trustees' Remuneration and Benefits

No trustees' remuneration or other benefits have been paid for the year ended 31 March 2022.

### Trustees' Expenses

No trustees' expenses have been paid for the year ended 31 March 2022.

### 7. Staff and Support Costs

	2022	2021
	£	£
Wages and salaries (including expenses payments)	98,655	98,469
Social Security costs	7,932	7,786
Other pension costs	13,694	11,221
	<u>120,281</u>	<u>117,476</u>

The average number of staff paid for the year was 10 (2021: 11).

No employee earned £60,000 per annum or more.

Total remuneration of key management personnel for the year ended 31 March 2022 was £56,295 (2021: £55,559).

The number of employees to who retirement benefits were accruing were as follows:-

Defined benefit scheme 1 (2021: 1)

The staff costs above include time spent running The Pearson Centre and the costs of this are attributable to the Charity's trading activities.

### 8. Tangible Fixed Assets

	Land and Buildings £	Improvements to property £	Instruments £	Equipment £	Totals £
<b>COST</b>					
At 1 April 2021	950,000	248,020	2,664	374,988	1,575,672
Additions	-	-	-	-	-
At 31 March 2022	<u>950,000</u>	<u>248,020</u>	<u>2,664</u>	<u>374,988</u>	<u>1,575,672</u>
<b>DEPRECIATION</b>					
At 1 April 2021	51,000	198,548	2,607	357,408	609,563
Depreciation Charge	7,500	7,421	11	3,516	18,448
At 31 March 2022	<u>58,500</u>	<u>205,969</u>	<u>2,618</u>	<u>360,924</u>	<u>628,011</u>
<b>NET BOOK VALUE</b>					
At 31 March 2022	891,500	42,051	46	14,064	947,661
At 31 March 2021	<u>899,000</u>	<u>49,472</u>	<u>57</u>	<u>17,580</u>	<u>966,109</u>

Land with a value of £200,000 was included within land and buildings and not depreciated, the property known as the Pearson Centre was revalued by CP Walker & Son on the 8 October 2019 to ensure the correct value at transfer was attributed to the property.

### Investment Property

Valuation at 9 November 2021 £460,000 fair value at 31.3.2022

Two properties known as 10 and 10A Ireland Avenue, Beeston, Nottingham, NG9 1JD.

The property has not been depreciated in the year.

## The Pearson Centre for Young People

### Notes forming part of the Financial Statements for the year ended 31 March 2022 (continued)

The Pearson Centre for Young People still retains some land on Queens Road, Beeston, after the sale of the majority of it to a property construction company during 2007. An estimation of its market value at 31 March 2021 is Nil as it has been leased over a 75 year period for a peppercorn rent to Broxtowe Borough Council who will maintain and run it.

#### 9. Stocks

	2022	2021
	£	£
Stocks	1,001	755

#### 10. Debtors

	2022	2021
	£	£
Prepayments	1,615	1,977
Other Debtors	4,081	1,462
	<u>5,696</u>	<u>3,439</u>

#### 11. Current Asset Investments

	2022	2021
	£	£
Investments (Stock exchange)	2,101,537	2,213,125

#### Asset Investments

	Listed on Stock Exchange
Market value at 1 April 2021	2,213,125
Investment income	214,084
Unrealised gains/ (losses) at 31 March 2022	(84,349)
Cost of investment	(17,862)
Transfer from Fund Balance	<u>(223,461)</u>
Valuation at 31 March 2022	<u>2,101,537</u>

Included within listed investments is £33,962 of monies held by the Charity's broker. This has arisen from proceeds of selling investments during the year that at the year end have not been reinvested.

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

	2022	2021
	£	£
Trade creditors	558	269
Other creditors	14,424	56,274
Taxation and social security costs	1,817	1,485
	<u>16,790</u>	<u>58,028</u>



## The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2022 (continued)

### 13. Movement in funds

<u>Year Ended 31.3.21</u>	<b>At 1.4.20</b>	<b>Net movement in funds</b>	<b>Transfers between funds</b>	<b>At 31 March 2021</b>
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	1,125,448	121,710	-	1,247,158
Pension Reserve	(137,000)	(89,000)	-	(226,000)
Capital Funds	1,830,253	382,872	-	2,213,125
<b>TOTAL FUNDS</b>	<b>2,818,701</b>	<b>415,582</b>	<b>-</b>	<b>3,234,283</b>

<u>Year Ended 31.3.22</u>	<b>At 1.4.21</b>	<b>Net movement in funds</b>	<b>Transfers between funds</b>	<b>At 31 March 2022</b>
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	1,247,158	319,666	-	1,566,824
Pension Reserve	(226,000)	29,000	-	(197,000)
Capital Funds	2,213,125	(111,588)	-	2,101,537
<b>TOTAL FUNDS</b>	<b>3,234,283</b>	<b>237,078</b>	<b>-</b>	<b>3,471,361</b>

Net movement in funds, including in the above are as follows:-

<u>Year Ended 31.3.21</u>	<b>Balance B/fwd 1.4.20</b>	<b>Incoming resources</b>	<b>Resources expended</b>	<b>Gains and losses</b>	<b>Movement in funds</b>
<b>Unrestricted funds</b>					
General fund	988,448	116,986	(284,937)	200,661	1,021,158
Capital fund	1,830,253	382,872	-	-	2,213,125
<b>TOTAL FUNDS</b>	<b>2,818,701</b>	<b>500,404</b>	<b>(284,937)</b>	<b>200,661</b>	<b>3,234,283</b>

<u>Year Ended 31.3.22</u>	<b>Balance B/fwd 1.4.21</b>	<b>Incoming resources</b>	<b>Resources expended</b>	<b>Gains and losses</b>	<b>Movement in funds</b>
<b>Unrestricted funds</b>					
General fund	1,021,158	314,604	(218,399)	252,461	1,369,824
Capital fund	2,213,125	-	(111,588)	-	2,101,537
<b>TOTAL FUNDS</b>	<b>3,234,283</b>	<b>314,604</b>	<b>(329,987)</b>	<b>252,461</b>	<b>3,471,361</b>

### 14. Related party disclosures

The use of the premises has been made available to The Boys' Brigade and The Girls' Brigade nationally at a reduced rate. The new charity (no. 1176819) paid £274,038 towards costs for the old charity. This amount has now been repaid. There are no other related party disclosures.

### 15. Volunteers

During the year around 80 to 90 people gave their time to the Charity with no personal financial benefit, in order for the Charity to operate smoothly.

## The Pearson Centre for Young People

### Notes forming part of the Financial Statements for the year ended 31 March 2022 (continued)

#### 16. Employee benefit obligations

The Company contributed to a defined benefit pension scheme. The assets are held and administered by the Nottinghamshire County Council Pension Scheme. The pension cost charge represents contributions payable by the Company to the pension schemes and amounts to £13,694 (2021: £11,221).

An actuarial valuation was carried out for the defined benefit scheme by Barnett Waddingham by rolling forward to 31 March 2022 the value of the employers liability calculated for the funding valuation as at 31 March 2021 using financial assumptions that comply with FRS102. The valuations are calculated every three years the last one being on 31 March 2021.

The amounts recognised in the balance sheet are as follows:-

	<u>2022</u> £	<u>2021</u> £
Present value of funded obligations	(439,000)	(441,000)
Fair value of plan assets	242,000	215,000
	<u>(197,000)</u>	<u>(226,000)</u>
Present value of unfunded obligations	-	-
Deficit	(197,000)	(226,000)
Net Liability	<u>(197,000)</u>	<u>(226,000)</u>

The amounts recognised in surplus or deficit are as follows:-

	<u>2022</u> £	<u>2021</u> £
Current service costs	15,000	10,000
Net interest from net defined benefit asset/ liability	4,000	3,000
	<u>19,000</u>	<u>13,000</u>
Actual return on plan assets	<u>19,000</u>	<u>38,000</u>

Changes in the present value of the defined benefit obligation are as follows:-

	<u>2022</u> £	<u>2021</u> £
Opening defined benefit obligation	441,000	304,000
Current service cost	15,000	10,000
Contributions by scheme participants	2,000	2,000
Experience Loss/ (Gain) on defined benefit obligation	-	(1,000)
Interest cost	9,000	7,000
Actuarial (gains)/losses from changes in financial assumptions	(28,000)	119,000
	<u>439,000</u>	<u>441,000</u>

## The Pearson Centre for Young People

### Notes forming part of the Financial Statements for the year ended 31 March 2022 (continued)

Changes in the fair value of the scheme assets are as follows:-

	<u>2022</u>	<u>2021</u>
	<u>£</u>	<u>£</u>
Opening fair value of scheme assets	215,000	167,000
Contributions by employer	8,000	8,000
Contributions by scheme participants	2,000	2,000
Return on plan assets (excluding interest income)	17,000	38,000
	<u>242,000</u>	<u>215,000</u>

The amount recognised in other comprehensive income are as follows:-

	<u>2022</u>	<u>2021</u>
	<u>£</u>	<u>£</u>
Actuarial (gains)/losses from changes in financial assumptions	28,000	(119,000)
Return on fund assets in excess of interest	12,000	34,000
Experience Gain/ (Loss) on defined Benefit Obligation	-	1,000
	<u>40,000</u>	<u>(84,000)</u>

The major categories of scheme assets as a percentage total scheme assets are as follows:-

	<u>2022</u>	<u>2021</u>
	<u>£</u>	<u>£</u>
Equities	62	64
Gifts	3	4
Bonds	7	7
Property	11	11
Infrastructure	6	5
Inflation linked	5	4
Cash/temporary investments	6	5
	<u>100</u>	<u>100</u>

Principal actuarial assumptions at the balance sheet date (expressed as weighted averages):

Discount rate	2.60%
Future salary increases	3.15%
Future pension increases	4.15%

#### 17. Trustee Indemnity Insurance

The Charity held Trustee Indemnity insurance, which is now held with the new entity. The scheme provided annual cover of a maximum of £1,000,000, with an excess of £250. The premium is paid with the total insurance policy.

#### 18. Donated Services

During the year goods and services were donated for the pantomime in the previous year to a value of £42.75. The pantomime did not take place this year so there are no donations to note.

## **The Pearson Centre for Young People**

### **Notes forming part of the Financial Statements for the year ended 31 March 2022 (continued)**

#### **19. Gift from- The Pearson Centre for Young People (522177)**

The fixed assets have transferred over the year and have resulted in the gift to this new entity as disclosed of £185,962.

The only remaining asset of the previous Charity was the property at 10 Ireland Avenue which after redevelopment has been revalued and transferred to this entity. Costs for general running of the property are shown within these accounts. Planning permission was granted to enable the charity to re develop the remaining land by demolishing the existing property and building two semi-detached properties to provide rental income to the charity.

The costs of the redevelopment / build cost and legal fees are shown in accounts of the old entity, and a loan given for the development was made by this charity totalling £274,038 which was cleared on completion of the project.

The project was completed in July 2021, the two properties were then valued by Mussons Liggins to total £460,000. They have since both been rented to tenants and the income and expenses are shown within these accounts.