

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

Charity Number 1176819

The Pearson Centre for Young People

Report of the Trustees for the year ended 31 March 2023

The Trustees present their annual report and financial statements of the Charity for the year ended 31 March 2023. 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.

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 deficit position before unrealised gains/(losses) on the provision of its activities for the year of £129,198. Realised and unrealised losses and gains on investments increased the deficit in these figures in the accounts, before the actuarial decrease on the defined benefit pension scheme of £190,000.

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 2023 (Continued)

This year was a more 'normal' year following the covid interruptions over the previous few. Afterschool and holiday clubs have grown in numbers and our BB and GB groups have also seen slight growth. The annual pantomime and camping residential involving the BB and GB members were successful and involved a good number of our older members.

The Centre was blessed to have numerous volunteers working with the children and young people, in all aspects of its work. The volunteers have come from various walks of life including Alderman White School, Chilwell School, Bilborough Sixth Form College, University of Nottingham, Nottingham Trent University and local residents. A number of our younger volunteers use this experience as part of their Duke of Edinburgh's Award community service. The Trustees are most grateful to the volunteers for all the hours that they give to ensure that the work of The Centre is successful.

Again, The Centre saw an increase in its income from both room hire and its development work. Unfortunately, some users have moved away from using The Centre. Work in the local community has taken place through participation in school assemblies, together with advertising activities within local media.

The two houses on Ireland Avenue have continued to be let throughout the financial year.

During the forthcoming year the BB group looks forward to celebrating the 140th anniversary of the national organisation, in October 2023 whilst the GB group will be marking its 50th anniversary during 2024.

FINANCIAL REVIEW

Investment Policy and Objectives

The Charity Trustees are committed to a safe investment of funds whilst retaining accessibility.

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 2023 was £1,843,924 (2022: £2,101,531).

Investment Performance

The Charity Trustees are satisfied with the investment performance of the Fund Managers to the Trust, and recognises 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 2023 (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 75% in equities; collectives and growth stocks to achieve the capital growth desired. The balance of 25% 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 £171,186 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 17th Nottingham Company of The Boys' Brigade.
- A leader of the 30th Nottingham Company of The Girls' Brigade.

The Pearson Centre for Young People

Report of the Trustees for the year ended 31 March 2023 (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 th Nottingham Company of The Boys' Brigade
Karen Jowett	Team Leader of the 30 th 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 2023 (Continued)

Reference and Administrative Information

CHARITY NAME:	The Pearson Centre for Young People
CHARITY REGISTRATION NUMBER:	1176819
PRINCIPAL AND OPERATIONAL ADDRESS:	2 Nuart Road Beeston Nottingham NG9 2NH
CUSTODIAN TRUSTEES:	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:

Chairperson:	John Wilson OBE (Appointed)
Vice Chairperson:	Andrew Taylor (Appointed)
Boys' Brigade Captain:	Andrew Bunyan (Appointed)
Girls' Brigade Team Leader:	Karen Jowett (Appointed)
Trustee:	Thomas Jowett (Appointed 6.9.22)

CENTRE MANAGER: (Responsible for day to day running of The Centre)	Wendy Kane
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BANKERS:	Co-Operative Bank PLC Customer Services PO Box 250 Skelmersdale WN8 6WT
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INDEPENDENT EXAMINER:	Alexander Butterfield Haines Watts Cliffe Hill House 22-26 Nottingham Road Stapleford Nottingham NG9 8AA
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INVESTMENT ADVISORS:	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 2023 (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:-

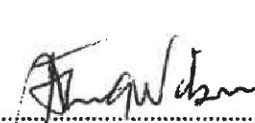
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the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



13/12 2023

**Independent Examiner's Report to the Trustees of
The Pearson Centre For Young People ('the CIO')
For the Year Ended 31 March 2023**

I report to the Charity Trustees on my examination of the accounts of the CIO for the year ended 31 March 2023.

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.


.....
Alexander Butterfield ACA
Chartered Accountant

Dated 13.02.24

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

Dated: 13.02.24

The Pearson Centre for Young People

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

	Notes	Unrestricted Funds £	Capital Funds £	Total Funds 2023 £	Unrestricted Funds £	Capital Funds £	Total Funds 2022 £
INCOMING RESOURCES							
Broxtowe Borough Council Grant		-	-	-	16,000	-	16,000
Government Furlough Scheme		-	-	-	15,980	-	15,980
Gift From Previous Entity		-	-	-	185,962	-	185,962
Donations and Legacies	2a	31,468	-	31,468	20,590	-	20,590
Income from Charitable Activities	2b	51,022	-	51,022	38,905	-	38,905
Income from Other							
Trading Activities	2c	45,491	-	45,491	36,324	-	36,324
Investment Income	3	-	56,051	56,051	-	214,084	214,084
Fund Raising		173	-	173	843	-	843
TOTAL INCOMING RESOURCES		128,154	56,051	184,205	314,604	214,084	528,688
EXPENDITURE							
Charitable Activities	4	118,998	9,316	128,314	111,315	17,862	129,177
Other	5	129,038	-	129,038	107,084	-	107,084
TOTAL EXPENDITURE		248,036	9,316	257,352	218,399	17,862	236,261
Unrealised Gains/(Losses) on Investments		-	(199,084)	(199,084)	-	(84,349)	(84,349)
Net Income/(Expenditure)		(119,882)	46,735	(73,147)	96,205	196,222	292,427
Transfers Between Funds		105,264	(105,264)	-	223,461	(223,461)	-
Actuarial Gain/(Loss) on Defined Benefit Pension Scheme in the year since transfer of scheme	15	190,000	-	190,000	29,000	-	29,000
Net Movement in Funds		175,382	(257,613)	(82,231)	348,666	(111,588)	237,078
RECONCILIATION OF FUNDS							
Total funds brought forward		1,369,824	2,101,537	3,471,361	1,021,158	2,213,125	3,234,283
TOTAL FUNDS CARRIED FORWARD	13	1,545,206	1,843,924	3,389,130	1,369,824	2,101,537	3,471,361

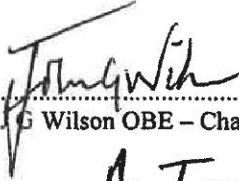
The notes on pages 10 to 18 form part of these financial statements

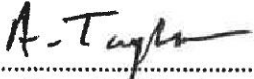
The Pearson Centre for Young People

Balance Sheet as at 31 March 2023

	Notes	Unrestricted Funds £	Capital Funds £	2023 Total Funds £	2022 Total Funds £
FIXED ASSETS					
Tangible assets	8	931,885	-	931,885	947,661
Fixed asset investments	8a	460,000	-	460,000	460,000
		<u>1,391,885</u>	<u>-</u>	<u>1,391,885</u>	<u>1,407,661</u>
CURRENT ASSETS					
Stocks	9	723	-	723	1,001
Debtors	10	4,018	-	4,018	5,696
Investments	11	-	1,843,924	1,843,924	2,101,537
Cash at bank and in hand		171,186	-	171,186	169,265
		<u>175,927</u>	<u>1,843,924</u>	<u>2,019,851</u>	<u>2,277,499</u>
CREDITORS	12	(15,606)	-	(15,606)	(16,799)
NET CURRENT ASSETS		<u>160,321</u>	<u>1,843,924</u>	<u>2,004,245</u>	<u>2,260,700</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,552,206</u>	<u>1,843,924</u>	<u>3,396,130</u>	<u>3,668,361</u>
Pension Scheme Deficit	15	(7,000)	-	(7,000)	(197,000)
NET ASSETS		<u>1,545,206</u>	<u>1,843,924</u>	<u>3,389,130</u>	<u>3,471,361</u>
THE FUNDS OF THE CHARITY					
Unrestricted funds:					
General Fund				1,552,206	1,566,824
Pension Reserve				(7,000)	(197,000)
				<u>1,545,206</u>	<u>1,369,824</u>
Capital Fund				1,843,924	2,101,537
TOTAL CHARITY FUNDS				<u>3,389,130</u>	<u>3,471,361</u>

The financial statements were approved by the Charity Trustees on13/12..... 2023 and were signed on its behalf by:


 G Wilson OBE – Chairman


 A Taylor – Committee Member

The notes on pages 10 to 18 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 2023

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 2023 (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

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

The directors have considered the fair value of the investment properties to be £460,000 at the reporting date. This fair value has been calculated based on historic purchase price and review of trends in the property market. No professional valuation has been obtained. The methods and significant assumptions applied in determining the fair value of the investment property include consideration into; property market trends local to the investment property and recent property sales local to the investment property.

The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2023 (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>2023</u>	<u>2022</u>
			<u>£</u>	<u>£</u>
Donations	-	598	598	1,781
Gift Aid	-	862	862	459
Rent of House	-	28,750	28,750	18,350
Bill Holmes Legacy Fund	-	1,258	1,258	-
	-	31,468	31,468	20,590

2b. Income from Charitable Activities

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>2023</u>	<u>2022</u>
			<u>£</u>	<u>£</u>
Subscriptions	-	3,534	3,534	4,877
Sundry Receipts	-	92	92	14
Pantomime Income	-	2,423	2,423	2,599
Canteen Income	-	1,143	1,143	901
Development Work Income	-	34,590	34,590	30,172
Camp	-	7,199	7,199	-
Sale of Uniforms	-	111	111	117
Activity Income	-	730	730	225
Western Power Income	-	1,200	1,200	-
	-	51,022	51,022	38,905

2c. Income from Other Trading Activities

	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>2023</u>	<u>2022</u>
			<u>£</u>	<u>£</u>
Room and Ground Hire	-	45,491	45,491	36,324

3. Investment Income

	<u>Total</u>	<u>Total</u>
	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Investment income	48,840	252,004
Gains/(Losses) on Investment	7,211	(37,920)
	56,051	214,084

	<u>Total</u>	<u>Total</u>
	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Net income is stated after charging:-		
Independent Examination Fees	2,640	2,520
Other Payments to Auditors for Accountancy and Payroll Services	1,608	2,106
Depreciation	16,630	18,448

The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2023 (Continued)

4. Charitable Activities

	<u>Capital Funds</u>	<u>Restricted</u>	<u>Unrestricted</u>	<u>Total 2023</u>	<u>Total 2022</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Wages and Expenses Payments	-	-	56,441	56,441	65,005
Social Security Payments	-	-	2,733	2,733	5,711
Pensions	-	-	11,554	11,554	13,694
Sundry Purchases	-	-	131	131	39
Canteen Expenditure	-	-	1,486	1,486	683
Development Work Costs	-	-	7,431	7,431	3,547
Bank Charges	-	-	53	53	104
Investments Management Fees	9,316	-	-	9,316	17,862
Postage, Printing and Stationery	-	-	1,003	1,003	876
Sundries (including vending machine / cleaning)	-	-	10,996	10,996	3,003
Running Costs of Rental Property	-	-	3,938	3,938	8,185
BB Awards	-	-	786	786	2
Subscriptions and Licences	-	-	932	932	1,399
Training	-	-	1,294	1,294	155
Activity Costs	-	-	6,568	6,568	4,214
Volunteers Expenses	-	-	620	620	264
Pantomime Expenditure	-	-	1,622	1,622	1,682
Camp	-	-	8,413	8,413	-
Capitation Fees	-	-	2,997	2,997	2,752
	9,316	-	118,998	128,314	129,177

5. Other Expenditure

Health and Safety Cost	-	-	-	-	858
Wages and Expense Payments	-	-	50,223	50,223	33,650
Social Security Payments	-	-	808	808	2,221
Water Rates and Rates	-	-	3,018	3,018	6,166
Insurance	-	-	8,555	8,555	7,296
Light and Heat	-	-	12,389	12,389	9,875
Telephone	-	-	2,473	2,473	3,124
Repairs, Maintenance and IT Equipment Replacement	-	-	23,820	23,820	19,404
Advertising	-	-	874	874	-
Improvement to Property	-	-	-	-	-
- Depreciation	-	-	6,308	6,308	7,421
Instruments Depreciation	-	-	9	9	11
Equipment Depreciation	-	-	3,025	3,025	3,516
Buildings Depreciation	-	-	7,500	7,500	7,500
Audit and Accounting Fees	-	-	4,254	4,254	4,626
Legal and Professional Fees	-	-	5,782	5,782	1,416
	-	-	129,038	129,038	107,084

The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2023 (continued)

6. Trustees' Remuneration and Benefits

No trustees' remuneration or other benefits have been paid for the year ended 31 March 2023.

Trustees' Expenses

No trustees' expenses have been paid for the year ended 31 March 2023.

7. Staff and Support Costs

	2023	2022
	£	£
Wages and salaries (including expenses payments)	106,134	98,655
Social Security costs	3,541	7,932
Other pension costs	12,084	13,694
	<u>121,759</u>	<u>120,281</u>

The average number of staff paid for the year was 11 (2022: 10).

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

Total remuneration of key management personnel for the year ended 31 March 2023 was £56,441 (2022: £56,295).

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

Defined benefit scheme	1	(2022: 1)
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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
COST	£	£	£	£	£
At 1 April 2022	950,000	248,020	2,664	374,988	1,575,672
Additions	-	-	-	1,067	-
At 31 March 2023	950,000	248,020	2,664	376,055	1,575,672
DEPRECIATION					
At 1 April 2022	58,500	205,969	2,618	360,924	628,011
Depreciation Charge	7,500	6,308	9	3,026	16,630
At 31 March 2023	66,000	212,277	2,627	363,950	644,641
NET BOOK VALUE					
At 31 March 2023	884,000	35,743	37	12,105	931,885
At 31 March 2022	891,500	42,051	46	14,064	947,661

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.

The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2023 (continued)

8a. Investment Property

	2023 £
FAIR VALUE	
At 1 st April 2022	
And 31 st March 2023	<u>460,000</u>
NET BOOK VALUE	
At 31 st March 2023	<u>460,000</u>
At 31 st March 2022	<u>460,000</u>

An investment property was revalued by the directors at the balance sheet date at an open market value. No independent valuation has been performed. Assumptions applied are detailed in note 1 of the accounts.

9. Stocks

	2023 £	2022 £
Stocks	<u>723</u>	<u>1,001</u>

10. Debtors

	2023 £	2022 £
Prepayments	1,143	1,615
Other Debtors	2,875	4,081
	<u>4,018</u>	<u>5,696</u>

11. Current Asset Investments

	2023 £	2022 £
Investments (Stock exchange)	<u>1,843,924</u>	<u>2,101,537</u>

Asset Investments

	Listed on Stock Exchange
Market value at 1 April 2022	2,101,537
Investment income	56,051
Unrealised gains/ (losses) at 31 March 2023	(199,084)
Cost of investment	(9,316)
Transfer from Fund Balance	<u>(105,264)</u>
Valuation at 31 March 2023	<u>1,843,924</u>

Included within listed investments is £10,208 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

	2023 £	2022 £
Trade creditors	104	558
Other creditors	13,505	14,424
Taxation and social security costs	1,997	1,817
	<u>15,606</u>	<u>16,790</u>

The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2023 (continued)

13. Movement in funds

<u>Year Ended 31.3.23</u>	<u>At 1.4.22</u>	<u>Net movement in funds</u>	<u>Transfers between funds</u>	<u>At 31 March 2023</u>
	£	£	£	£
Unrestricted funds				
General fund	1,566,824	(14,618)	-	1,552,206
Pension Reserve	(197,000)	190,000	-	(7,000)
Capital Funds	2,101,537	(257,613)	-	1,843,924
TOTAL FUNDS	3,471,361	(82,231)	-	3,389,130

<u>Year Ended 31.3.22</u>	<u>At 1.4.21</u>	<u>Net movement in funds</u>	<u>Transfers between funds</u>	<u>At 31 March 2022</u>
	£	£	£	£
Unrestricted funds				
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
TOTAL FUNDS	3,234,283	237,078	-	3,471,361

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

<u>Year Ended 31.3.23</u>	<u>Balance B/fwd 1.4.22</u>	<u>Incoming resources</u>	<u>Resources expended</u>	<u>Gains and losses</u>	<u>Movement in funds</u>
Unrestricted funds					
General fund	1,369,824	128,154	(248,036)	295,264	1,545,206
Capital fund	2,101,537	-	(257,613)	-	1,843,924
TOTAL FUNDS	3,471,361	128,154	(505,649)	295,264	3,389,130

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

14. 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 2023 (continued)

15. 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 £12,084 (2022: £13,694).

An actuarial valuation was carried out for the defined benefit scheme by Barnett Waddingham by rolling forward to 31 March 2023 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>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Present value of funded obligations	(238,000)	(439,000)
Fair value of plan assets	231,000	242,000
	<u>(7,000)</u>	<u>(197,000)</u>
Present value of unfunded obligations	<u>-</u>	<u>-</u>
Deficit	<u>(7,000)</u>	<u>(197,000)</u>
Net Liability	<u>(7,000)</u>	<u>(197,000)</u>

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

	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Current service costs	13,000	15,000
Net interest from net defined benefit asset/ liability	<u>5,000</u>	<u>4,000</u>
	<u>18,000</u>	<u>19,000</u>
Actual return on plan assets	<u>18,000</u>	<u>19,000</u>

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

	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Opening defined benefit obligation	439,000	441,000
Current service cost	13,000	15,000
Contributions by scheme participants	2,000	2,000
Experience Loss/ (Gain) on defined benefit obligation	(49,000)	-
Change in demographic assumption	(18,000)	-
Interest cost	11,000	9,000
Actuarial (gains)/losses from changes in financial assumptions	<u>(160,000)</u>	<u>(28,000)</u>
	<u>238,000</u>	<u>439,000</u>

The Pearson Centre for Young People

Notes forming part of the Financial Statements for the year ended 31 March 2023 (continued)

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

	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Opening fair value of scheme assets	242,000	215,000
Contributions by employer	9,000	8,000
Contributions by scheme participants	2,000	2,000
Return on plan assets (excluding interest income)	(5,000)	17,000
Other actuarial gains/ (losses)	(17,000)	
	<u>231,000</u>	<u>242,000</u>

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

	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Actuarial (gains)/losses from changes in financial assumptions	160,000	28,000
Return on fund assets in excess of interest	(11,000)	12,000
Experience Gain/ (Loss) on defined Benefit Obligation	49,000	-
Other actuarial gains /(losses) on assets	(17,000)	-
Change in demographic assumptions	18,000	-
	<u>199,000</u>	<u>40,000</u>

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

	<u>2023</u>	<u>2022</u>
	<u>£</u>	<u>£</u>
Equities	58	62
Gifts	2	3
Bonds	6	7
Property	12	11
Infrastructure	8	6
Inflation linked	5	5
Cash/temporary investments	5	6
Private equities	4	-
	<u>100</u>	<u>100</u>

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

Discount rate	4.8 %
Future salary increases	3.9 %
Future pension increases	2.9 %

16. 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.