

CHARITY REGISTRATION NUMBER: 1197866
COMPANY NUMBER: CE028734

St Michael's Centre Partnership Byker
Trustees' Annual Report & Financial Statements
31 March 2024

STEPHENSON COATES AUDIT LIMITED

Chartered Accountants
West 2, Asama Court
Newcastle Business Park
Newcastle upon Tyne
NE4 7YD

St Michael's Centre Partnership Byker

Financial Statements

Year ended 31 March 2024

	Page
Trustees' annual report	1
Independent examiner's report to the Trustees	5
Statement of financial activities (incorporating the income and expenditure account)	6
Balance Sheet	7
Statement of Cash Flows	8
Notes to the financial statements	9

St Michael's Centre Partnership Byker

Trustees' Annual Report

Year ended 31 March 2024

The trustees present their first report for St Michael's Centre Partnership Byker ("the charity") and the unaudited financial statements of the charity for the year ended 31 March 2024.

Reference and administrative details

Registered charity name	St Michael's Centre Partnership Byker
Charity registration number	1197866
Company number	CE028734
Other names	The Lighthouse Project (Working name)
Principal office	St. Martins Centre Roman Avenue Newcastle upon Tyne NE6 2RJ

The trustees	Rev Philip James Anthony Medley	Appointed 10 February 2022
	Simon Campbell	Appointed 1 November 2023
	Nigel Jamie Martin	Appointed 1 November 2023
	Simon Christopher Ross	Appointed 1 November 2023
	Mark Russell	Appointed 1 October 2023
	Stacey Davidson	Appointed 1 June 2023
	Mark Squires	Appointed 10 February 2022
	Isabella May McDonald-Booth	Appointed 10 February 2022
	David Topacho	Appointed 10 February 2022
	Rev John Ernest Sadler	Appointed 10 February 2022
	Rev Helen Barbara Gill	Appointed 10 February 2022

Independent examiner	John Oswald BA FCA Stephenson Coates Audit Limited West 2, Asama Court Newcastle Business Park Newcastle upon Tyne NE4 7YD
-----------------------------	---

Bankers	Natwest 4 Bridge Street Morpeth Northumberland NE61 1NG
----------------	---

St Michael's Centre Partnership Byker

Trustees' Annual Report (*continued*)

Year ended 31 March 2024

Structure, governance and management

Governing document and membership:

St Michael's Centre Partnership Byker is a Charitable Incorporated Organisation (CIO) established on 10 February 2022, governed by its constitution. The Charity Registration number is 1197866.

Appointment and retirement of Trustees:

The Charity currently has eleven trustees. Recruitment of trustees is undertaken by the trustees as the need arises in order to ensure that charity trustees collectively have the necessary skills, knowledge and experience for the effective administration of the CIO. New trustees are briefed on the powers and responsibilities of the trustees and are provided with a copy of the charity's current constitution. They are also briefed on the objectives of the charity and the recent financial performance of the charity.

Organisation

The charity is managed by the trustees, who meet at least quarterly, or more frequently if the need arises. The number of trustees may not be less than seven and is subject to a maximum of 12. The quorum for the transaction of business is one third of the trustees or 2 trustees, whichever is greater.

Risk management

The trustees have carried out a risk assessment to identify the major governance, financial, operational and compliance risks which the charity faces and this is reviewed each year. Procedures have been established to enable the trustees to monitor and mitigate those risks.

Objectives and activities including Achievements and performance

The objectives of the CIO are:

a) to further or benefit the residents of Newcastle upon Tyne, in particular the east end of the city, without distinction of sex, sexual orientation, race or of political, religious or other opinions by associating together the said residents and the local authorities, voluntary and other organisations in a common effort to advance education and to provide facilities in the interests of social welfare for recreation and leisure time in occupation with the objective of improving the conditions of life for the residents in accordance with the teaching of the Christian Church; in furtherance of these objects but not otherwise, the trustees shall have the power

b) to establish or secure the establishment of a youth and community centre and to maintain and to manage such as a centre for activities promoted by the charity in furtherance of the above objects.

The Lighthouse project has a vision to build a new Youth and Community Hub on the site of St Michael's Church in Byker. It will provide safe and welcoming spaces where young people and the community can flourish and live life to its fullest. We will also support the valuable work of our partner organisations, working with young people across Byker with purpose-built, flexible spaces for them to deliver their programmes alongside our aim of a wide variety of free to access activities and events for young people. The design of the building and site, in keeping with our vision, will offer both spaces that are adaptable to the general needs of the community and youth work providers but also spaces that are shaped by young people themselves, offering a home from home where they know they will be supported and valued.

The Lighthouse Project is now on site and underway. We are hugely grateful to our main funders who have made this possible: The Government's Youth Investment fund managed by the Social Investment Board, the Lord Crewe Trust and the Squires Foundation.

Much of 2023 was taken up with finalising the designs and plans for the site, working alongside our Architects Bradley McClure and their team of specialists. In keeping with the vision for the project, the Charity negotiated and agreed a long term lease for the building and site with St Michael's Parochial Church Council and Newcastle Diocese which formally commenced in January 2024. In September 2023 we were able to officially announce the news with a Press release that we will be receiving over 4 million in Capital and revenue costs from the Government's Youth Investment Board.

St Michael's Centre Partnership Byker

Trustees' Annual Report (*continued*)

Year ended 31 March 2024

Objectives and activities including Achievements and performance (*continued*)

Following a rigorous tendering process we appointed our contractor, Eden London UK Ltd, to lead the construction works and they began demolitions, site clearance and groundworks in January 2024. The redevelopment and repurposing of the Church building as well as the new annexe building is taking shape and we are on schedule to complete the works by mid 2025. Alongside the construction works the Charity continues to work with the community of Byker and our partner organisations in developing our future activities and offering to the community.

The Trustees, offering a wide variety of experience and expertise continue to support the Chief Executive and the work of the Charity with regular Board meetings and site visits. Our Finance Committee regularly monitors and manages our financial position and budget and in 2024 we appointed P&P finance to support our accounting. A fundraising and proposition Committee has been formed to seek further sustainable funding.

We greatly look forward to developing our work further.

Going Concern

The trustees has reviewed its cash flow forecasts and there is a reasonable expectation that it has adequate resources to continue in operational existence for at least the next twelve months and on this basis the charity is considered to be a going concern.

Financial review and reserves policy

During the period to 31 March 2024, total income received by the charity was £834,555, of which £684,555 was restricted income and £150,000 was unrestricted income. Total expenditure for the period ended 31 March 2023 was £112,410 resulting in a net income position at the year end of £722,145.

Unrestricted reserves at 31 March 2024 was £147,516 and restricted reserves was £616,648, giving an overall funds position for the charity at 31 March 2024 of £764,164.

As the Charity is in the set up and development phase, it currently does not have a reserves policy in place for the year ended 31 March 2024. The operational model is being developed for the running of the charity post the capital build and will be used to inform the reserves policy, which will be in place for the accounts year ended 31 March 2025.

St Michael's Centre Partnership Byker

Trustees' Annual Report (*continued*)

Year ended 31 March 2024

Statement of Trustees' Responsibilities

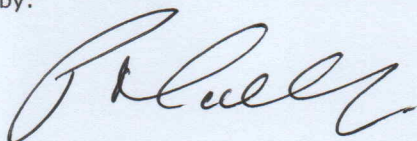
The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and 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 charities governing document. 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 trustees' annual report was approved on 28 January 2025 and signed on behalf of the board of trustees by:



Rev Philip Medley
Trustee, Chair

St Michael's Centre Partnership Byker
Independent Examiner's Report to the
Trustees of St Michael's Centre Partnership Byker
Year ended 31 March 2024

I report to the trustees on my examination of the financial statements of St Michael's Centre Partnership Byker ('the charity') for the year ended 31 March 2024, which are set out on pages 6 to 15.

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 2011 Act.

Independent examiner's statement

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.

John Oswald BA FCA
Member of the ICAEW

Stephenson Coates Audit Limited
West 2, Asama Court
Newcastle Business Park
Newcastle upon Tyne
NE4 7YD

28 January 2025

St Michael's Centre Partnership Byker

Statement of Financial Activities (incorporating the income and expenditure account)

Year ended 31 March 2024

		Unrestricted funds £	2024 Restricted funds £	Total funds £	2023 Total funds £
	Note				
Income and endowments					
Donations, gifts and grants	4	<u>150,000</u>	<u>684,555</u>	<u>834,555</u>	<u>226,022</u>
Total income		<u>150,000</u>	<u>684,555</u>	<u>834,555</u>	<u>226,022</u>
Expenditure					
Expenditure on charitable activities	5, 6	<u>44,503</u>	<u>67,907</u>	<u>112,410</u>	<u>184,003</u>
Total expenditure		<u>44,503</u>	<u>67,907</u>	<u>112,410</u>	<u>184,003</u>
Net incoming resources and net movement in funds		<u>105,497</u>	<u>616,648</u>	<u>722,145</u>	<u>42,019</u>
Reconciliation of funds					
Total funds brought forward – as restated		<u>42,019</u>	<u>-</u>	<u>42,019</u>	<u>-</u>
Total funds carried forward	13	<u>147,516</u>	<u>616,648</u>	<u>764,164</u>	<u>42,019</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 9 - 15 form part of these financial statements.

St Michael's Centre Partnership Byker

Balance Sheet

31 March 2024

	Note	2024 £	2023 As restated £
Fixed assets			
Leasehold property	10	603,634	-
Current assets			
Cash at bank and in hand		545,592	44,704
Creditors: amounts falling due within one year	11	(385,062)	(2,685)
Net current assets		160,530	42,019
Total assets less current liabilities		764,164	42,019
Net assets		764,164	42,019
Funds of the charity			
Unrestricted funds		147,515	42,019
Restricted funds		616,649	-
Total charity funds	13, 14	764,164	42,019

These financial statements were approved by the board of trustees and authorised for issue on 28 January 2025, and are signed on behalf of the board by:



Rev Philip Medley
Trustee, Chair

The notes on pages 9 - 15 form part of these financial statements.

St Michael's Centre Partnership Byker

Statement of Cash Flows

31 March 2024

	Note	2024 £	2023 £
Cash flows from operating activities:			
Net cash provided by operating activities	15	1,104,521	44,704
Cash flow from investing activities:			
Payments to acquire tangible fixed assets		<u>(603,634)</u>	<u>-</u>
Net cash flow from investing activities			<u>-</u>
Net increase in cash and cash equivalents		500,888	44,704
Cash and cash equivalents at 1 April 2023		44,704	-
Cash and cash equivalents at 31 March 2024	16	<u>545,592</u>	<u>44,704</u>

The notes on pages 9 - 15 form part of these financial statements.

St Michael's Centre Partnership Byker

Notes to the Financial Statements

Year ended 31 March 2024

1. General information

The charity is a registered charity in England and Wales and is a charitable incorporated organisation (charity number 1197866, company number CE028734). The address of the principal office is St. Martins Centre, Roman Avenue, Newcastle upon Tyne, NE6 2RJ.

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.
The financial statements are prepared in sterling, which is the functional currency of the entity.
St Michael's Centre Partnership Byker meets the definition of a public benefit entity under FRS 102.

Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The trustees are confident that the charity has sufficient working capital to meet its liabilities as they fall due for a period of at least 12 months from the date of approval of the financial statements. Therefore, the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

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. There are no key sources of estimation uncertainty to report that have a significant risk of causing a material adjustment to the financial statements.

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 projects or commitments.

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.

St Michael's Centre Partnership Byker

Notes to the Financial Statements (*continued*)

Year ended 31 March 2024

Leasehold property

On completion of the construction of the building, the leasehold property will be depreciated over the life of the lease on a straight line basis.

Incoming resources

All incoming resources are 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.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes VAT, and is classified under headings of the statement of financial activities to which it relates:

- 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.

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.

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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.

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.

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.

St Michael's Centre Partnership Byker

Notes to the Financial Statements (*continued*)

Year ended 31 March 2024

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

Voluntary assistance

Time is expended on the charity's activities and governance which is donated free of charge. It is impractical to quantify the value of the time given, and accordingly it is neither recorded as donated income nor as an expense in the financial statements.

Comparative accounts

The comparative period commenced on formation and includes the period from 10 February 2022 to 31 March 2023. The current period represents the year ended 31 March 2024 and as such the comparatives are not entirely comparable.

4. Donations & legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £	Total Funds 2023 £
Grants				
Newcastle Diocese Board of Finance	150,000	-	150,000	50,000
The Squires Foundation	-	-	-	25,000
Social Investment Business Grant	-	684,555	684,555	151,022
	150,000	684,555	834,555	226,022

5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £	Total Funds 2023 £
Advertising & Promotion	1,416	1,668	3,084	3,036
Bank fees	-	-	-	10
Consultancy	749	-	749	151,347
Insurance	413	-	413	398
Office equipment	-	-	-	1,384
Staff costs	13,438	48,950	62,388	21,472
Printing & Stationery	-	-	-	65
Professional fees	25,746	10,074	35,820	4,388
Travel & subsistence	2,741	7,215	9,956	1,903
	44,503	67,907	112,410	184,003

St Michael's Centre Partnership Byker
Notes to the Financial Statements (continued)

Year ended 31 March 2024

6. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2024 £	Total funds 2023 £
Advertising & Promotion	3,084	-	3,084	3,036
Bank fees	-	-	-	10
Consultancy	749	-	749	151,347
Insurance	413	-	413	398
Office equipment	-	-	-	1,384
Staff costs	62,388	-	62,388	21,472
Printing & Stationery	-	-	-	65
Professional fees	29,142	6,678	35,820	4,388
Travel & subsistence	9,956	-	9,956	1,903
	<u>105,732</u>	<u>6,678</u>	<u>112,410</u>	<u>184,003</u>

7. Net incoming resources are stated after charging:

	2024 £	2023 £
<i>Fees payable to the independent examiner for:</i>		
Independent examination and preparation of the financial statements	1,620	900

8. Staff costs

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

	2024 £	2023 £
Wages and salaries	59,157	18,811
Social security costs	1,910	2,331
Employer contributions to pension plans	1,321	330
	<u>62,388</u>	<u>21,472</u>

The average head count of employees during the year was 1 (2023: 1).
No employee received employee benefits of more than £60,000 during the year.

9. Trustee remuneration and expenses

The trustees are considered to be the Key management personnel of the charity. No remuneration or other benefits from employment with the charity or a related entity were received by the trustees. During the year £Nil (2023: £nil) was reimbursed to Trustees for expenses relating to travel, accommodation and subsistence.

St Michael's Centre Partnership Byker

Notes to the Financial Statements (*continued*)

Year ended 31 March 2024

10. Fixed assets

	Leasehold property £	Total £
Cost		
At 1 April 2023	-	-
Additions	603,634	603,634
Disposals	-	-
At 31 March 2024	<u>603,634</u>	<u>603,634</u>
Depreciation		
At 1 April 2023	-	-
Charge for year	-	-
Disposals	-	-
At 31 March 2024	<u>-</u>	<u>-</u>
Net book value		
At 31 March 2024	<u>603,634</u>	<u>603,634</u>
At 31 March 2023	<u>-</u>	<u>-</u>

11. Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	5,634	-
Other creditors	-	2,685
Accruals and deferred income	<u>379,428</u>	<u>-</u>
	<u>385,062</u>	<u>2,685</u>

12. Pensions and other post-retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,321 (2023: £330).

St Michael's Centre Partnership Byker
Notes to the Financial Statements (continued)

Year ended 31 March 2024

13. Analysis of charitable funds

Unrestricted funds

	At 1 April 2023 As restated	Income	Expenditure	Transfer	At 31 March 2024
	£	£	£	£	£
General funds	574	-	1,389	-	1,963
Designated funds	41,445	150,000	(45,892)	-	145,553
	42,019	150,000	(44,503)	-	147,516

Restricted funds

	At 1 April 2023 As restated	Income	Expenditure	Transfer	At 31 March 2024
	£	£	£	£	£
Social Investment Business Grant	-	684,555	(67,907)	-	616,648
	-	684,555	(67,907)	-	616,648
Total charitable funds	42,019	834,555	(112,410)	-	764,164

General funds are available to be spent for any use of the Charity.

The designated fund is a grant from the Newcastle Diocesan Board of Finance which is designated for the construction of a Youth Hub within the Lighthouse Project.

The Social Investment Business Grant is restricted for the construction of a building to house a youth and community hub attached to St Michael's Church in Byker, Newcastle upon Tyne.

14. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £	Total Funds 2023 £
Fixed assets	4,473	599,161	603,634	-
Current assets	145,743	399,849	545,592	44,704
Creditors less than 1 year	(2,700)	(382,362)	(385,062)	(2,685)
Net assets	147,516	616,648	764,164	42,019

Analysis of net assets between funds – previous period

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Current assets – as restated	44,704	-	44,704
Creditors less than 1 year	(2,685)	-	(2,685)
Net assets	42,019	-	42,019

St Michael's Centre Partnership Byker

Notes to the Financial Statements (*continued*)

Year ended 31 March 2024

15. Reconciliation of net income to net cash flow from operating activities

	2024	2023
	£	£
Net income for the reporting period	722,145	42,019
Adjustments for:		
Increase in creditors	<u>382,377</u>	<u>2,685</u>
Net cash provided by operating activities	<u>1,104,521</u>	<u>44,704</u>

16. Analysis of cash and cash equivalents

	2024	2023
	£	£
Cash at bank and in hand	<u>545,592</u>	<u>44,704</u>
Total cash and cash equivalents	<u>545,592</u>	<u>44,704</u>

17. Related party transactions

During the year £nil (2023: £25,000) was received from the Squires Foundation, a charity of which Mark Squires is also a trustee. There are no other related party transactions to report.

18. Prior year adjustment

The comparative figures have been restated to reclassify a £41,445 restricted fund to a designated fund. There is no effect on the net incoming resources for the period.