

**REGISTERED COMPANY NUMBER: 00659834 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 223438**

**Report of the Trustees and**  
**Unaudited Financial Statements for the Year Ended 30 June 2023**  
**for**  
**THE PENHALE SOCIETY LIMITED**

Verve Accountancy Ltd  
39 Northgate  
White Lund  
Morecambe  
Lancashire  
LA3 3PA

**THE PENHALE SOCIETY LIMITED**

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FOR THE YEAR ENDED 30 JUNE 2023**

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**THE PENHALE SOCIETY LIMITED**  
**Report of the Trustees**  
**FOR THE YEAR ENDED 30 JUNE 2023**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The 61st AGM Annual General Meeting took place on 28th February 2023 at 6 Fenton Street, Lancaster LA1 1TE

The Annual Report of the Chairperson for the financial year 2021 - 22 had been circulated and approved and accepted by the members.

The Unaudited Financial Statements for the year ending 30th June 2022 were approved and it was agreed that they would be sent to the Society's Accountants - RfM Management Accountants - for Auditing.

There were some changes to the Board of Trustees as follows :

Alison Robson had resigned as a Trustee as from 22nd November 2022 and had become redundant as Administrator of the Charity as from 28th February 2023.

Barry Robson resigned as a Trustee and Director as of 28th February 2023

Suzanne McLaughlin resigned as a Trustee and Director as of 28th February 2023

It was noted that the Governing documents required there to be three trustees and so Gary Rycroft agreed to be appointed as a Trustee. Mr Rycroft pointed out that this position would only be on a temporary basis until such time other Trustees were appointed.

The Trustees of the Penhale Society now consist of :

John Entwistle - Chair

Steven Sullivan

Gary Rycroft

### **Sale of the properties of the Penhale Society**

At a previous meeting of the Trustees of the Penhale Society, it had been agreed that the two properties of the Society would be sold and the staff of the Society would be made redundant. The staff were all given notice as per the Redundancy legislation and paid according to the guidelines under the Redundancy Payments Act. The redundancies all took effect on 28th February 2023.

The sale of both the Hawarden Avenue and the Heysham Road has been completed and the funds are in the Charity's bank account in Barclays bank.

### **Finances**

The Penhale Society is not receiving any income from residents as they had all left their accommodation in Penhale houses. The Society has received income through the sale of their two properties.

The Staff have been paid their salaries and redundancy payments.

There is a fund of around £800,000 in Barclay's bank following the sale of the properties.

Verve Accountancy Limited are preparing the accounts for the period ending 30th June 2023. These will reflect the changes from the sale of the properties and the bank funds now held.

### **Charity Commission**

The Charity Commission is being informed of the changes to the Penhale Society in regard to the change of Trustees. When the new Trustees are in place, the objectives of the Penhale Society will be redefined in keeping with the original documents and the Charity commission informed of the Charity's new objectives.

John Entwistle

Chair - Penhale Society 30th June 2023.

# THE PENHALE SOCIETY LIMITED

## Report of the Trustees FOR THE YEAR ENDED 30 JUNE 2023

### STRUCTURE, GOVERNANCE AND MANAGEMENT

#### Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

### REFERENCE AND ADMINISTRATIVE DETAILS

#### Registered Company number

00659834 (England and Wales)

#### Registered Charity number

223438

#### Registered office

6 Fenton Street  
Lancaster  
Lancashire  
LA1 1TE

#### Trustees

J Entwistle  
B A Robson (resigned 28/2/2023)  
Mrs A Robson (resigned 28/2/2023)  
S J Sullivan  
Mrs S McLaughlin (resigned 28/2/2023)  
G Rycroft Solicitor (appointed 28/2/2023)

#### Independent Examiner

Verve Accountancy Ltd  
39 Northgate  
White Lund  
Morecambe  
Lancashire  
LA3 3PA

Approved by order of the board of trustees on 18 March 2024 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'J Entwistle', written over a horizontal line. The signature is cursive and stylized.

J Entwistle - Trustee

**Independent Examiner's Report to the Trustees of  
The Penhale Society Limited**

**Independent examiner's report to the trustees of The Penhale Society Limited ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2023.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Association of Accounting Technicians, 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 in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. 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 (FRS 102)).

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.



Gillian Telford FMAAT

Verve Accountancy Ltd  
39 Northgate  
White Lund  
Morecambe  
Lancashire  
LA3 3PA

18 March 2024

**THE PENHALE SOCIETY LIMITED**

**Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
FOR THE YEAR ENDED 30 JUNE 2023**

		<b>2023 Unrestricted fund £</b>	<b>2022 Total funds £</b>
<b>INCOME AND ENDOWMENTS FROM</b>	<b>Notes</b>		
Donations and legacies	2	2,000	65
Investment income	3	1,833	33,298
Other income		<u>629,732</u>	<u>-</u>
<b>Total</b>		<u>633,565</u>	<u>33,363</u>
 <b>EXPENDITURE ON</b>			
<b>Charitable activities</b>	4		
Establishment Expenses		35,750	18,444
Personnel Costs		110,554	115,959
General Expenses		<u>11,051</u>	<u>18,387</u>
<b>Total</b>		<u>157,355</u>	<u>152,790</u>
 <b>NET INCOME/(EXPENDITURE)</b>		476,210	(119,427)
 <b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward		<u>327,073</u>	<u>446,500</u>
 <b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>803,283</u></u>	<u><u>327,073</u></u>

The notes form part of these financial statements

# THE PENHALE SOCIETY LIMITED

## Balance Sheet 30 JUNE 2023

	Notes	2023 Unrestricted fund £	2022 Total funds £
<b>FIXED ASSETS</b>			
Investment property	11	-	105,368
<b>CURRENT ASSETS</b>			
Cash at bank and in hand		803,283	221,705
<b>NET CURRENT ASSETS</b>		<u>803,283</u>	<u>221,705</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>803,283</u>	<u>327,073</u>
<b>NET ASSETS</b>		<u>803,283</u>	<u>327,073</u>
<b>FUNDS</b>	12		
Unrestricted funds		<u>803,283</u>	<u>327,073</u>
<b>TOTAL FUNDS</b>		<u>803,283</u>	<u>327,073</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 18 March 2024 and were signed on its behalf by:



J Entwistle - Trustee

The notes form part of these financial statements

**THE PENHALE SOCIETY LIMITED**

**Cash Flow Statement  
FOR THE YEAR ENDED 30 JUNE 2023**

Notes	2023 £	2022 £
<b>Cash flows from operating activities</b>		
Cash generated from operations 1	<u>(154,306)</u>	<u>(122,021)</u>
Net cash used in operating activities	<u>(154,306)</u>	<u>(122,021)</u>
<b>Cash flows from investing activities</b>		
Sale of tangible fixed assets	629,732	-
Sale of investment property	105,368	-
Interest received	<u>784</u>	<u>794</u>
Net cash provided by investing activities	<u>735,884</u>	<u>794</u>
	<u>                    </u>	<u>                    </u>
<b>Change in cash and cash equivalents in the reporting period</b>	581,578	(121,227)
<b>Cash and cash equivalents at the beginning of the reporting period</b>	<u>221,705</u>	<u>342,932</u>
<b>Cash and cash equivalents at the end of the reporting period</b>	<u><u>803,283</u></u>	<u><u>221,705</u></u>

The notes form part of these financial statements



**THE PENHALE SOCIETY LIMITED**

**Notes to the Cash Flow Statement  
FOR THE YEAR ENDED 30 JUNE 2023**

**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)</b>	476,210	(119,427)
<b>Adjustments for:</b>		
Profit on disposal of fixed assets	(629,732)	-
Interest received	(784)	(794)
Decrease in creditors	<u>-</u>	<u>(1,800)</u>
<b>Net cash used in operations</b>	<u>(154,306)</u>	<u>(122,021)</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	<b>At 1/7/22</b>	<b>Cash flow</b>	<b>At 30/6/23</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Net cash</b>			
Cash at bank and in hand	<u>221,705</u>	<u>581,578</u>	<u>803,283</u>
	<u>221,705</u>	<u>581,578</u>	<u>803,283</u>
<b>Total</b>	<u>221,705</u>	<u>581,578</u>	<u>803,283</u>

The notes form part of these financial statements

# THE PENHALE SOCIETY LIMITED

## Notes to the Financial Statements FOR THE YEAR ENDED 30 JUNE 2023

### 1. ACCOUNTING POLICIES

#### **BASIS OF PREPARING THE FINANCIAL STATEMENTS**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

#### **INCOME**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

#### **EXPENDITURE**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

#### **INVESTMENT PROPERTY**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

#### **TAXATION**

The charity is exempt from corporation tax on its charitable activities.

#### **FUND ACCOUNTING**

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

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.

#### **PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**THE PENHALE SOCIETY LIMITED**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**2. DONATIONS AND LEGACIES**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Donations	<u>2,000</u>	<u>65</u>

**3. INVESTMENT INCOME**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Rents received	1,049	32,504
Interest receivable - trading	<u>784</u>	<u>794</u>
	<u>1,833</u>	<u>33,298</u>

**4. CHARITABLE ACTIVITIES COSTS**

	<b>Direct Costs £</b>	<b>Support costs (see note 5) £</b>	<b>Totals £</b>
Establishment Expenses	35,138	612	35,750
Personnel Costs	-	110,554	110,554
General Expenses	<u>98</u>	<u>10,953</u>	<u>11,051</u>
	<u>35,236</u>	<u>122,119</u>	<u>157,355</u>

**5. SUPPORT COSTS**

	<b>Management £</b>	<b>Finance £</b>	<b>Human resources £</b>	<b>Governance costs £</b>	<b>Totals £</b>
Establishment Expenses	42	-	570	-	612
Personnel Costs	-	-	110,554	-	110,554
General Expenses	<u>8,612</u>	<u>856</u>	<u>-</u>	<u>1,485</u>	<u>10,953</u>
	<u>8,654</u>	<u>856</u>	<u>111,124</u>	<u>1,485</u>	<u>122,119</u>

Support costs, included in the above, are as follows:

**HUMAN RESOURCES**

	<b>Establishment Expenses £</b>	<b>Personnel Costs £</b>	<b>2023 Total activities £</b>	<b>2022 Total activities £</b>
House Manager's Wages	-	20,528	20,528	17,546
Relief Manager's Wages	-	18,255	18,255	17,503
Office Wages	-	66,728	66,728	72,547
Employers NI & PAYE	-	4,031	4,031	5,934
Gardens	570	-	570	1,510
Employers Pension	<u>-</u>	<u>1,012</u>	<u>1,012</u>	<u>2,429</u>
	<u>570</u>	<u>110,554</u>	<u>111,124</u>	<u>117,469</u>

**THE PENHALE SOCIETY LIMITED**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**6. NET INCOME/(EXPENDITURE)**

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

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Surplus on disposal of fixed assets	(629,732)	-
Independent examination fee	<u>-</u>	<u>360</u>

**7. TRUSTEES' REMUNERATION AND BENEFITS**

Mrs A Robson was appointed as Trustee and Chairperson with effect from 9th November 2017 and resigned on 28.02.2023. This role is purely voluntary and the remuneration received by Mrs A Robson relates to her pre-existing role as Administrator.

**TRUSTEES' EXPENSES**

There were no trustees' expenses paid for the year ended 30 June 2023 nor for the year ended 30 June 2022.

**8. STAFF COSTS**

Average number of employees in the year was 5.  
No staff received more than £60,000 in remuneration during the financial year.

**9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	<b>Unrestricted fund £</b>
<b>INCOME AND ENDOWMENTS FROM</b>	
Donations and legacies	65
Investment income	<u>33,298</u>
<b>Total</b>	<u>33,363</u>
<b>EXPENDITURE ON</b>	
<b>Charitable activities</b>	
Establishment Expenses	18,444
Personnel Costs	115,959
General Expenses	<u>18,387</u>
<b>Total</b>	<u>152,790</u>
<b>NET INCOME/(EXPENDITURE)</b>	(119,427)
<b>RECONCILIATION OF FUNDS</b>	
Total funds brought forward	446,500
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>327,073</u>

**THE PENHALE SOCIETY LIMITED**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**10. FUTURE OF THE CHARITY**

Upon completion and submission of the June 2023 accounts the Charity will be applying for CIO status.

It will continue to meet those in need in the Heysham and Morecambe area.

The plan is to introduce some further trustees into the Charity to enable the work of the Charity to continue.

**11. INVESTMENT PROPERTY**

	£
<b>FAIR VALUE</b>	
At 1 July 2022	105,368
Disposals	<u>(105,368)</u>
At 30 June 2023	<u>-</u>
<b>NET BOOK VALUE</b>	
At 30 June 2023	<u>-</u>
At 30 June 2022	<u>105,368</u>

Investment property sold during the year.

**12. MOVEMENT IN FUNDS**

	At 1/7/22 £	Net movement in funds £	At 30/6/23 £
<b>Unrestricted funds</b>			
General fund	327,073	476,210	803,283
	<u>327,073</u>	<u>476,210</u>	<u>803,283</u>
<b>TOTAL FUNDS</b>	<u>327,073</u>	<u>476,210</u>	<u>803,283</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	633,565	(157,355)	476,210
	<u>633,565</u>	<u>(157,355)</u>	<u>476,210</u>
<b>TOTAL FUNDS</b>	<u>633,565</u>	<u>(157,355)</u>	<u>476,210</u>

**THE PENHALE SOCIETY LIMITED**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**12. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	<b>At 1/7/21 £</b>	<b>Net movement in funds £</b>	<b>At 30/6/22 £</b>
<b>Unrestricted funds</b>			
General fund	446,500	(119,427)	327,073
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>446,500</u>	<u>(119,427)</u>	<u>327,073</u>

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

	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Movement in funds £</b>
<b>Unrestricted funds</b>			
General fund	33,363	(152,790)	(119,427)
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>33,363</u>	<u>(152,790)</u>	<u>(119,427)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	<b>At 1/7/21 £</b>	<b>Net movement in funds £</b>	<b>At 30/6/23 £</b>
<b>Unrestricted funds</b>			
General fund	446,500	356,783	803,283
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>446,500</u>	<u>356,783</u>	<u>803,283</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Movement in funds £</b>
<b>Unrestricted funds</b>			
General fund	666,928	(310,145)	356,783
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>666,928</u>	<u>(310,145)</u>	<u>356,783</u>

**THE PENHALE SOCIETY LIMITED**

**Notes to the Financial Statements - continued  
FOR THE YEAR ENDED 30 JUNE 2023**

**13. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 30 June 2023.

**THE PENHALE SOCIETY LIMITED**

**Detailed Statement of Financial Activities  
FOR THE YEAR ENDED 30 JUNE 2023**

	<b>2023 £</b>	<b>2022 £</b>
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	2,000	65
<b>Investment income</b>		
Rents received	1,049	32,504
Interest receivable - trading	<u>784</u>	<u>794</u>
	1,833	33,298
<b>Other income</b>		
Gain on sale of tangible fixed assets	<u>629,732</u>	<u>-</u>
<b>Total incoming resources</b>	633,565	33,363
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Rates and water	3,355	6,160
Insurance	98	3,467
Light and heat	9,172	7,955
Repairs & Renewals	77	2,772
Legal and professional fees	<u>22,534</u>	<u>-</u>
	35,236	20,354
<b>Support costs</b>		
<b>Management</b>		
Food	416	4,934
Telephone	879	1,210
Postage and stationery	416	511
Advertising	3,576	2,430
Cleaning	42	47
Administrative Expenses	3,112	4,376
Sundry Expenses	<u>213</u>	<u>300</u>
	8,654	13,808
<b>Finance</b>		
Bank charges	856	979
<b>Human resources</b>		
House Manager's Wages	20,528	17,546
Relief Manager's Wages	18,255	17,503
Office Wages	66,728	72,547
Employers NI & PAYE	4,031	5,934
Gardens	570	1,510
Carried forward	110,112	115,040

This page does not form part of the statutory financial statements



**THE PENHALE SOCIETY LIMITED**

**Detailed Statement of Financial Activities  
FOR THE YEAR ENDED 30 JUNE 2023**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
<b>Human resources</b>		
Brought forward	110,112	115,040
Employers Pension	<u>1,012</u>	<u>2,429</u>
	111,124	117,469
 <b>Governance costs</b>		
Accountancy fees	1,215	144
Independent examination fee	<u>270</u>	<u>36</u>
	<u>1,485</u>	<u>180</u>
 Total resources expended	<u>157,355</u>	<u>152,790</u>
 <b>Net income/(expenditure)</b>	<u><u>476,210</u></u>	<u><u>(119,427)</u></u>

This page does not form part of the statutory financial statements