

Company Registration Number 00241676
Charity Number 228577

**MANCHESTER SETTLEMENT
A COMPANY LIMITED BY GUARANTEE
ACCOUNTS
FOR THE YEAR ENDED
31 MARCH 2022**

MANCHESTER SETTLEMENT
ACCOUNTS
YEAR ENDED 31 MARCH 2022

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MANCHESTER SETTLEMENT

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

BOARD OF TRUSTEES

	Role	Date of in year appointment	Date of in year resignation
Angela Doyle			
David Black	Treasurer		
Michelle Rigg			20/09/2022
Carol Bartram			
Maria Lester	Chair		
Michael Conway			
Toni Anglin			28/02/2022
Martin Sutton		20/09/2022	
Angela Beacon		20/09/2022	
Philip Lukes		20/09/2022	
Najib Abdullahi		20/09/2022	

COMPANY SECRETARY

Adrian Ball 24/09/2019

SENIOR MANAGEMENT TEAM

Role

Adrian Ball Chief Executive

REGISTERED OFFICE AND PRINCIPAL ADDRESS

New Roundhouse
1328 – 1330 Ashton Old Road
Openshaw
Manchester
M11 1JG

AUDITORS

Crowe U.K. LLP
Chartered Accountants & Registered Auditors
The Lexicon
Mount Street
Manchester
M2 5NT

BANKERS

The Co-operative Bank PLC
PO Box 101
1 Balloon Street
Manchester
M60 4EP

SOLICITORS

HLF Berry
446 Barlow Moor Road
Chorlton
Manchester
M21 0BQ

MANCHESTER SETTLEMENT

TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2022

Chair's Report

I would like to begin my report by thanking the Trustees, Chief Executive, staff and volunteers that have contributed to the charity during the year. The charity has continued to grow its impact through the extension of services and the development of new services, often related to the post covid landscape.



We have benefitted greatly from many partnerships that have provided both funding for our activities, and advice and support to enable us to increase our effectiveness. 2021/22 saw the charity investing our reserves into a number of service delivery projects, demonstrating our commitment to recycling surplus funds within the community. We were able to continue the delivery of a telephone befriending service for some of our most isolated community members as a result of this internal prioritisation, for instance.

The general expansion of charity activity allowed for the appointment of a marketing professional, which has led to huge improvements in the way that the charity presents itself to the community and our partners. Work which we are sure will bode well for when seek further resources to carry forward our strategy. We have been very appreciative of the support provided to us by Lloyds Bank Foundation in developing a new charity purpose statement (STRONGER COMMUNITIES TOGETHER) and associated Theory of Change which will be evident throughout this report and will structure our future impact reporting.

Our Supported Housing Services have benefited from a new block contract from Manchester City Council which has recognised our expertise in working to secure the best possible outcomes for young people who arrived in the UK as unaccompanied asylum seekers. This 5 year contract gives security for our services in the medium term, and a platform for further development and growth in the face of currently unmet needs.

The community services that we have delivered from The New Roundhouse for many years have become much more central to our purpose. Our work streams have supported different sections of the community – young people, families and older people through programmes of engaging, community led activities that have improved the lives of individuals and have provided platforms for those individuals to get involved in supporting others. We have been excited to work with local volunteers to establish a Food Pantry providing very low-cost food packages for local families that are really struggling.

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Our childcare and family support services have continued to work with very large numbers of children and families. Our Nursery provision was just 3 years old in September 2022 but combined with our after-school provision was provided education for over 130 children each week, with a waiting list at most times of the year. We are very proud of the way that our staff team have embraced the community and family focussed nature of our provision. This community focus was reinforced through our charity re-branding exercise, whereby all our childcare was branded as "Manchester Settlement Community Nursery".

Corporate Challenges

It has been a year of continued steady growth for the charity. Core management systems have improved considerably due to investments in our admin, marketing and finance teams, laying the foundations for future expansion.

Charity finances remained strong, allowing the board of trustees to embark upon dialogue with long term leaseholders (the LTE Group) regarding the buy out of their right to use significant parts of our building. The conclusion of this transaction is planned for autumn 2022, securing the future space for the growth of services.

A number of trustees have indicated a wish to retire in the near future. Recruitment programme has been instigated which aims to have recruited a number of new trustees to the board by the 2023 AGM.

The trustees would like to thank all of the funders that have made our significant achievements possible. Major funders have included:

- Manchester City Council
- Lloyds Bank Foundation
- Young Manchester
- One Manchester

Our work would not be possible without the commitment of our passionate volunteers and staff who are driven to improve the lives of young people. The board would additionally wish to pass on their thanks to them all.

Review of Charity's Position

Our financial position at the end of the reporting period is healthy. Our free reserves (unrestricted funds that are not used to fund property) provide for around six months of operating costs as per charity commission guidelines.

Plans for the next 12 month

The charity will continue to implement internal and external plans that enable us to deliver on our newly considered purpose statement - STRONGER COMMUNITIES TOGETHER.

Service areas and their priorities

Young Peoples Services (Including Supported Housing)

- To work with investment partners in order to increase the supply of homes for vulnerable young adults in Manchester
- We wish to continue with our service improvement plans, focussing upon continued staff development
- Wish to become a recognised centre of excellence with regard to working with asylum seeking young people
- To prepare for a future OFSTED framework that will be a mandatory inspection arrangement for the service



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Child and Family Services

- To become a recognised Family Hub, within the Manchester and national network of family hub centres
- To explore options for growth of our impact upon children and families in other community settings
- To achieve at least silver standards in all council quality awards
- To prepare for future Ofsted inspections



Community, Health and Wellbeing

- To develop a long term strategy for ensuring an appropriate mix of targeted and open access services that can be shown for the impact they have on individuals and the community as a whole
- To develop our premises to include a café style environment
- To develop new partnerships that will ensure that our community hub continues to be useful for the community
- To respond to developing needs, particularly around fuel and general poverty of families and adults
- To build a service offer that is attractive to health commissioners with regard to community health education and messaging

Charity Leadership and Management

- To continue our work in developing leaders in our charity. Our new leadership group will be very helpful with this
- To create a new SharePoint platform to drive future developments around internal comms and data management
- To develop initial then longer term plans for the most impactful and economically resilient ways of using all of the spaces in The New Roundhouse
- To build the capacity and strength of our board of trustees and management team, and the quality of systems that serve them, so as to have a sound succession plan
- To continue to progress our new marketing strategy
- To devise a "consultancy" offer to other organisations in areas such as marketing, finance and childcare

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TRUSTEES' REPORT

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Significant Events

Discussions with the LTE group (investors and leaseholders in the New Roundhouse) progress at pace, such that a conclusion is expected to the buyout of their parts of the building in 2022/23.

Signature



Maria Lester

Chair

Date: 20 October 2022

MANCHESTER SETTLEMENT

TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2022

INTRODUCTION

The trustees are pleased to present their annual Trustees' report together with the financial statements of the charity for the year ending 31 March 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies House.

CHARITIES ACT PURPOSES

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 (FRS 102) (effective 1 October 2019).

The directors of the charitable company (the charity) are its trustees for the purpose of charity law.

The trustees and officers serving during the year and since the year end are as per page 1.

STRUCTURE GOVERNANCE AND MANAGEMENT

Legal status

Manchester Settlement is a private company limited by guarantee (registration number 00241676) and is a registered charity (registration number 228577). It is governed by its Memorandum and Articles of Association dated 12 August 1929 as amended 16 January 1997, 28 November 2013 and 19 September 2017.

Governance

The charity has a board of trustees that oversees the running of the organisation. The board of trustees are elected at the Annual General Meeting. Each year, they also elect three honorary officers from their own number: a Chairperson, Vice-Chairperson, and Treasurer. They also elect a Company Secretary who does not need to be a trustee. The board shall be not less than three and with the upper limit defined by the board from time to time. Trustees must resign at the Annual General Meeting if they have been on the board for three years but may stand again for re-election. Trustees are recruited and elected if a particular skill or experience is identified. The board of trustees may co-opt advisors to the board as and when particular skills are required.

Charity Governance Code

The Trustees have adopted the Charity Governance Code, an update version of which was published in December 2020, and are guided by its principles and recommended practice for good governance.

Inducting Trustees

All new trustees are interviewed prior to appointment by the Chair and CEO before being considered for appointment by the trustees. Upon appointment they are required to undergo DBS clearance checks as part of our safeguarding policy. New trustees then spend a half day in the charity touring the different projects to meet staff and service users. They are inducted into the role of a trustee based upon the Charity Commission guidance.

Decision Making

The trustees have agreed a scheme of delegation which specifies the decisions, limits and tolerances that are available to the CEO and to other staff. The trustees agree the charity's strategy and budget plus a limited range of statutory policies. The CEO may make decisions that are in accordance with the charity's strategy and agreed budget, including the hiring of staff and agreeing contracts.

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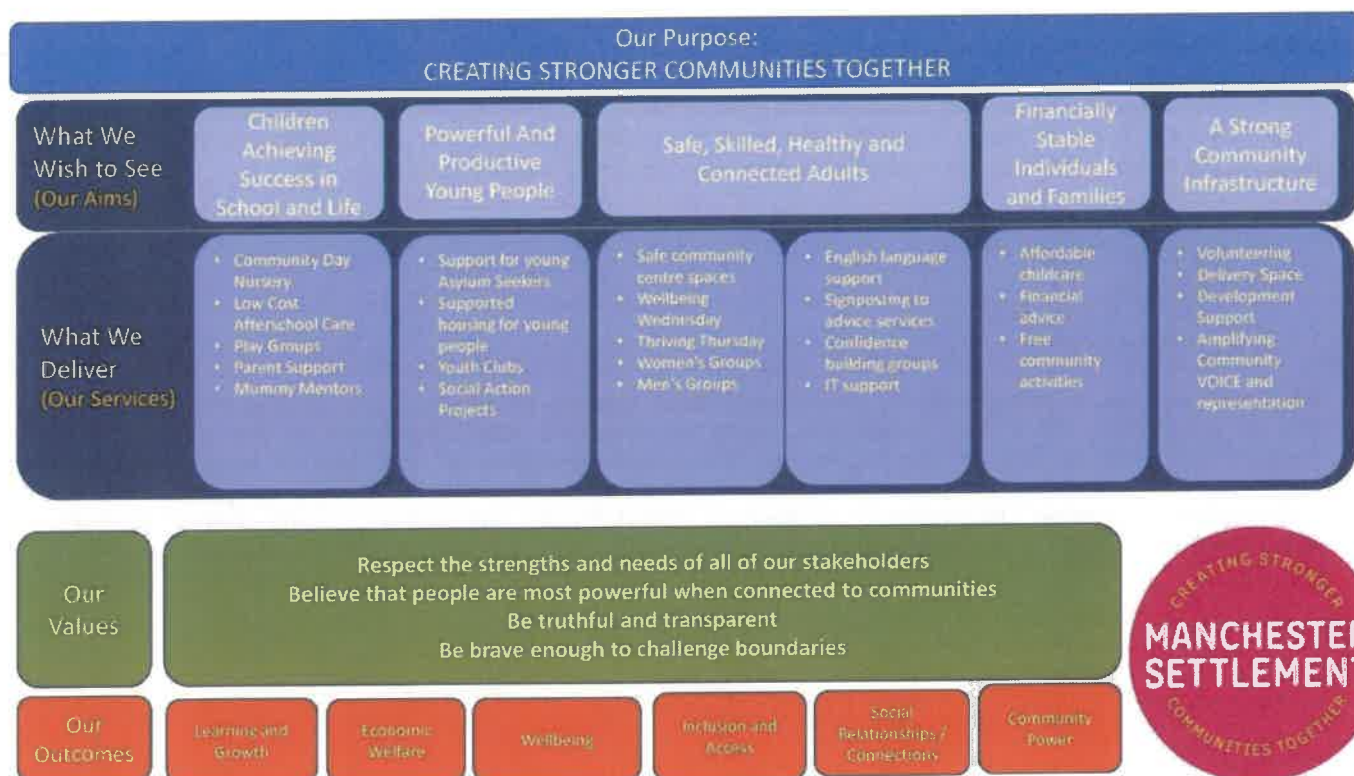
TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2022

OUR THEORY OF CHANGE

We have rethought our whole purpose as a community charity during this year. The exercise has been an extremely valuable one, prompting trustees, leaders and staff to reflect upon their own role in achieving the outcomes that we aspire for our beneficiaries.

We have moved from vision and mission statements to a simple statement on our purpose that has united staff, volunteers and stakeholders behind a powerful understanding of what we are here to do, for whom and how we will go about doing it.



The most significant developments arising from this review were:

- 1) The formal recognition of our aspiration to see a **Strong Community Infrastructure**. This recognition brings to the front the work we have done behind the scenes previously to support existing and emergent community groups.
- 2) We have adopted cross cutting charity outcomes, that apply across all of our service areas, and have begun to assess the types of outcomes we achieve in these areas.
- 3) Our re-branding exercise, which has picked up from our theory of change, and has been implemented as a tool to further progress that change.

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TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2022

Public Benefit

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity'.

The original objects of Manchester University Settlement defined in the Memorandum and Articles of Association registered in 1929 are: To promote the social welfare of the poorer residents in the City of Manchester and neighbourhood. The beneficial area is the City of Manchester and District.

In 2013 Manchester Settlement adopted a new set of Memorandum and Articles which elaborated on this slightly saying: To promote the advancement of education, the furtherance of health and all other measures for the social welfare of the poorer residents in the City of Manchester and neighbouring districts. The trustees believe these original objects to still be relevant and applicable, however they plan to review and update them subject to Charity Commission approval in 2022/23.

The Trustees' report sets out the activities and achievements of the charity during the year ended 31 March 2022. From the Trustees' report it can be seen what the benefits are and that the benefits are related to the aims set out above. Our work has continued to be centred around 5 cross cutting outcomes

- 1) Learning and Growth
- 2) Economic Welfare
- 3) Wellbeing
- 4) Inclusion and Access
- 5) Community Power

All of this work has benefited both the direct beneficiaries themselves and their communities throughout the City of Manchester. All of the beneficiaries could be described within the terms of the original 1929 Memorandum and Articles of Association as "the poorer residents of the City of Manchester and neighbourhood" and no individual has been excluded on the basis of their inability to pay or by geographical or inappropriate restrictions. The availability of places is limited only by numbers and criteria of need. In most cases there is no charge to the beneficiary because payment is received on their behalf from the public purse.

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TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2022

ACHIEVEMENTS SUPPORTING OUR - CROSS CUTTING OUTCOMES

Learning and Growth	<ul style="list-style-type: none"> Digital Skills groups and classes Arts and Crafts groups ESOL classes Conversation Clubs Well Women Peer Support groups Post Covid Impact Training Parent Peer Supporters Programme Foetal alcohol syndrome activity Healthy eating dental health education Stay and play childcare sessions Nursery education and care to 4 years After school club daily sessions PSHE for asylum seeking young people Education advocacy for young people School Holiday healthy eating clubs Youth led culture within all our youth provision 	Inclusion	<ul style="list-style-type: none"> Free or lowest possible cost activity Welcoming, friendly, caring spaces Renowned provision for SEN children Beneficiaries have 30+ nationalities Targeting activity at excluded individuals Telephone befriending for isolated individuals Ensuring suitable access to those with learning and other disabilities Engaging people with mental health issues Advocating for vulnerable young people Celebrating different cultures and religions Youth trustee Youth panels
Economic Welfare	<ul style="list-style-type: none"> Food Pantry Project One Money Advice Service Be Well advice and support Signposting and Information Service Citizens Advice Sessions Free IT devices Free Community Café Free crèche and stay and play sessions Striving to be lowest cost childcare provider in the area Pop Up school uniform shop Supporting Benefits applications Free youth activities and trips Free food and drinks provided daily Free holiday activities and a hot meal Budgeting skills for school aged through to adults 	Relationships and Connections	<ul style="list-style-type: none"> New friendships created daily Parents groups create lasting support groups Parents Whataspp group / notice board We constantly strive to bring isolated people into positive group environments Our supported housing work is based upon creating social networks We are a trusted source of information on local agencies Whole youth offer creating a community for the young people
Wellbeing	<ul style="list-style-type: none"> Wellbeing Wednesdays Thursday Community Drop in Signposting to specialist advice Covid Health Equity Work Tai Chi / Senior Exercise / Massage Senior Catch Up Groups Buggy walks Early Help / family support approach ensures good referral to other support PHSE programme for asylum seekers Links with external support agencies e.g., CAMHs, 42nd Street, Eclipse World Changers summer youth programme I mind you matter project Project 627 - school transition project 	Community Power	<ul style="list-style-type: none"> Openshaw Community Organisations Network is facilitated Objectives in place to secure funds to pass on to community groups Free space provided for community groups to grow their projects 40+ volunteers per year are supported such that they can improve themselves and the lives of others Volunteer Project ideas are invested in Community members have a continual voice in our strategy and how we deliver

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YEAR ENDED 31 MARCH 2022

CONTEXT

Manchester Settlement has been providing an evolving mix of services to the residents of North Manchester for 130 years with the objective of enhancing the lives of community members through projects to improve health, education and community development. The objectives for this work were relevant 125 years ago and continue to be relevant in 2022. The refreshed 2020 Our Manchester Strategy highlights the areas of strength and opportunity within Manchester, and areas of continuing challenge within Manchester.

- Health: Mancunians have some of the poorest health in the country e.g. healthy life of below 58 years and high deaths from cancer, heart, and respiratory illnesses.
- Poverty: In March 2019, around 45,150 children under 16 lived in low-income households (41%) in Manchester compared with the average of 30% across the rest of the country.
- A fair economy: Too many of our residents have insecure work and lower pay compared to many workers who work in our city. Fewer Manchester residents (78%) earn at least the Real Living Wage, compared to all workers in our city (87%), and half of residents with no or low qualifications are unemployed.
- Affordable housing: Manchester has committed to creating 32,000 new homes by 2025; this must include a range of affordable homes across the city to support diverse communities.
- Climate change: The city has committed to becoming zero-carbon by 2038 at the latest and the Council declared a Climate Emergency in July 2019.
- Brexit: The UK's departure from the European Union presents a challenge for many businesses and our communities.

Manchester Settlement continues to build the capacity of those who may face these barriers to have the best chances to take part and contribute to the developing cultural and economic vision for Manchester.

FINANCIAL REVIEW

Financial position

The charity ended the financial year in a very positive financial position. The availability of grants to support our long-term charitable work with communities affected by Covid-19, and the business support grants available to us ensured that we were able to not rely upon subsidising service delivery from other charitable funds. The previous years' legacy fund has allowed for the selected support of charity funded projects that would have had to cease otherwise.

Our principal sources of funding during the year continued to be unrestricted fee funding from the sales of childcare places or rental income from our houses plus restricted grant funding for service development or delivery projects; these are all recorded as income from charitable activities – 99.97% of the total income of the charity (2021: 66.1%). The other 0.03% is derived from voluntary donations, and investment income. Proportion of income from charitable activities in the year 2021 was lower due to receiving large residual legacy. Overall, our income decreased by 12.6% compared to the previous year (2021 saw an increase of 60%).

Our risk management plan focusses the attention of trustees and managers upon areas of financial volatility on a monthly basis. Our budget for 2022/23 predicts a surplus of £2K which has been agreed by the board. The budget utilises £82k of designated funds funded through the remaining £267k legacy fund received in the previous year. The board have allocated this designated fund to projects and developments that have a significant impact upon our beneficiaries. The priorities for this fund have been set for improved and expanded services in Befriending, Youth Activities, Family Support and for improvements to our premises.

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TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2022

In 2021/22 restricted funds raised for projects support totalled £157,164 with associated expenditure of £162,455. In the previous year restricted funds raised were £269,555 with expenditure of £244,997. Any restricted funds unspent are carried forward for use in following years where permitted.

Going Concern

The trustee risk assessment of the trading conditions, cash flows and reserves is that whilst the grant income forecast for the next year is reduced, the high level of reserves enables the charity to designate funds to projects that further charitable objectives. The trustees conclude that the charity is a going concern and that there are no material uncertainties that cast doubt upon the ability of the charity to remain as a going concern during the 12 months from the signing of the accounts.

Investment powers and policy

The trustees, having regard to the liquidity requirements of operating the charity operate a number of instant access current and deposit accounts attracting low levels of interest with high street banks. Balances are monitored to maximise protection from bank failures. The Flagstone account management platform has been adopted to simplify the management of multiple accounts.

Risk Management

The trustees have a risk management strategy which comprises of:

- an annual review of the principal risks and uncertainties that the charity faces and the establishment of policies, systems and procedures to mitigate those risks identified in bi-monthly updates regarding significant changes to the risk register.
- the implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.

This work has identified that the key risks for the charity and the key actions are:

Risk	Actions to reduce risk
Numbers of trustees / skill profile of trustees	Progress with current recruitment activity
Future funding of Community and Youth programmes	Re prioritisation of manager time to bid writing
Increased costs for running the building upon exit of Manchester College	New approach/ modelling of how to present and apply for overheads Plan to have NHS partners etc delivering from the building whilst paying for sessional room hire

Reserves policy

The trustees operate a risk based approach to identifying an ideal level of reserves that will give our partners and stakeholders confidence that the organisation is robust, whilst demonstrating we maximise the impact of our funds upon beneficiaries. The nature and variability of our contracts and income along with our contractual commitments impact upon our risk analysis. The risk analysis has identified that an absolute minimum of three months of operating costs should be maintained, but that six months of operating costs would enable us to deliver a well-managed service that would allow us to ensure a high quality redesign or transfer of assets and activities for the benefit of our beneficiaries.

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For 2022/23 our minimum level of reserves is required to be £308,000 with a target level of reserves of £616,000. Of the unrestricted fund of £1,060,213 (note 15) £269,399 has been utilised to fund the freehold houses, £38,549 fixtures and fittings and £66,303 to fund refurbishment. At the 31st March 2022 there were £685,962 of free reserves which is over the upper target level of reserves. The management team will closely monitor income and expenditure during the forthcoming year and depending upon financial performance will seek to invest any surplus reserve to secure long term public benefit.

Pay policy for senior staff

Directors are not paid but may claim expenses incurred. The salary scale of the Chief Executive is approved by the full board of trustees following an analysis of comparative organisations and a performance review.

Fundraising

The charity had no fundraising activities requiring disclosure under S162A of the Charities Act 2011.

Post Reporting Year Events

At the time of writing the trustees are going through a process of acquiring the long term sub lease currently owned by the LTE group. The acquisition of this lease will reduce free reserves to a level which the trustees have accounted for through the designation of such funds in the 2022/23 budget. Acquiring the space will provide security to all current Manchester Settlement operations, and will provide a platform for considering new charitable services/ projects. The acquisition will mean that increased building management costs will be borne by the charity annually, and these have been considered with forward budgets.

Trustees' responsibilities in relation to the financial statements

The charity trustees (who are also the directors of the Manchester Settlement for the purposes of company law) are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing the financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 proper accounting records that 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 Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

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TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2022

Statement as to disclosure to our auditors

In so far as the trustees are aware at the time of approving our trustees' annual report there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the charity's auditor is unaware, and the trustees, having made enquiries of fellow directors and the auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The Trustees have taken advantage of the small companies exemptions provided in section 415A of the Companies Act 2006.

By order of the board of trustees

A handwritten signature in black ink, appearing to read 'M Lester', is positioned above the name of the signatory.

Maria Lester – Chair

Date: 20 October 2022

MANCHESTER SETTLEMENT

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 31 MARCH 2022

Opinion

We have audited the financial statements of Manchester Settlement ('the charitable company') for the year ended 31 March 2022 which comprise Statement of Financial Activities, Balance Sheet, Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information contained within the annual report. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 31 MARCH 2022

Opinions on other matters prescribed by the Companies Act 2006

In our opinion based on the work undertaken in the course of our audit

- the information given in the trustees' report, which includes the directors' report
- prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 12, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 31 MARCH 2022

or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act 2011 together with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The laws and regulations we considered in this context for the UK operations were employment legislation, taxation legislation and health and safety legislation

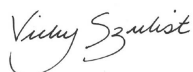
Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of income and the override of controls by management. Our audit procedures to respond to these risks included enquiries of management, sample testing grant agreements from source agreement to posting in the nominal ledger, sample testing of register attendance to invoicing and inclusion in local authority funding claims, sample testing rental hires from booking to invoicing, sample testing on the posting of journals, reviewing accounting estimates for biases, reviewing regulatory correspondence with the Charity Commission and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Vicky Szulist
Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor
The Lexicon
Mount Street
Manchester
M2 5NT

31 October 2022

MANCHESTER SETTLEMENT

STATEMENT OF FINANCIAL ACTIVITIES (incorporating an income and expenditure account)

FOR THE YEAR ENDED 31 MARCH 2022

	Note	Unrestricted funds £	Restricted funds £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	3	282	-	282	345,499
Charitable activities	4	954,896	157,164	1,112,060	936,697
Other trading activities	5	15,738	-	15,738	6,745
Investments		135	-	135	660
Total		971,051	157,164	1,128,215	1,289,601
Expenditure on:					
Charitable activities	6	834,837	162,455	997,292	878,436
Total		834,837	162,455	997,292	878,436
Net incoming resources before transfers		136,214	(5,291)	130,923	411,165
Gain on Investments	10	5,000	-	5,000	-
Transfers	15	6,622	(6,622)	-	-
Net movement in funds		147,836	(11,913)	135,923	411,165
Reconciliation of funds:					
Total funds brought forward	15,16	2,593,930	982,569	3,576,499	3,165,334
Total funds carried forward	15,16	2,741,766	970,656	3,712,422	3,576,499

The charity has no recognised gains or losses other than the results for the year as above.

The notes on pages 20 to 34 form part of these accounts

MANCHESTER SETTLEMENT

BALANCE SHEET

Registered company number: 0024167

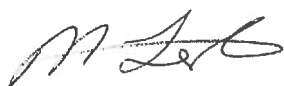
AS AT 31 MARCH 2022

		2022		2021	
	Note	£	£	£	£
Fixed assets					
Tangible assets	9	2,689,325		2,705,499	
Investments	10	40,000		35,000	
			2,729,325		2,740,499
Current assets					
Debtors	11	76,278		86,486	
Cash		961,854		818,378	
		1,038,132		904,864	
Creditors: amounts falling due within one year	12	(55,035)		(58,993)	
Net current assets			983,097		845,871
Creditors: amounts falling due after more than one year	13		-		(9,871)
Net assets			3,712,422		3,576,499
Funds					
Restricted	16		970,656		982,569
Unrestricted:	15				
Designated funds			1,681,553		1,716,503
Other			1,060,213		877,427
			3,712,422		3,576,499

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102.

These financial statements were approved and authorised for issue by the board of trustees on the 20th October 2022 and are signed on their behalf by:

Maria Lester



The notes on pages 20 to 34 form part of these accounts

MANCHESTER SETTLEMENT

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2022

Cash flow Statement

	2022		2021	
	£	£	£	£
Cash inflows / (outflows) from operating activities				
Net cash provided by operating activities		208,380		443,437
Cash Flows from investing activities				
Dividends and interest from investments	135		660	
Purchase of fixed assets	(46,039)		(27,813)	
Net cash applied to investing activities		(45,904)		(27,153)
Cash Flows from financing activities				
Loan repayment		(14,000)		(92,845)
Change in cash and cash equivalents in the year		148,476		323,439
Cash and cash equivalents at the beginning of the year		818,378		494,939
Cash and cash equivalents at the end of the year		966,854		818,378

Net Movement in Funds

	2022	2021
	£	£
Net movement in funds for the reporting period (as per the Statement of Financial Activities)	135,923	411,165
Adjustments for:		
Depreciation	62,213	50,424
Interest received	(135)	(660)
(Increase)/Decrease in debtors	10,208	(29,968)
Increase/(Decrease) in creditors	171	12,476
Net cash provided by operating activities	208,380	443,437

The notes on pages 20 to 34 form part of these accounts

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

1. GENERAL INFORMATION

Manchester Settlement is a private company limited by guarantee and a registered charity. The registered office and principal address is 1328-1330 Ashton Old Road, Openshaw, Manchester, M11 1JG. The charity is incorporated in the UK.

2. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under Companies Act 2006, and in accordance with the Financial Reporting Standard 102 (FRS 102) and follow the recommendations in "Accounting and Reporting by Charities: Statement of Recommended Practice" issued in 2015 (revised 1 October 2019). The charity meets the definition of a public benefit entity.

Going concern

As disclosed in the Chair's Report on page 3 and the Trustee's Report on page 11, the trustees assessment of the trading conditions, cash flows and reserves is that whilst the implications of Covid-19 are continuing and with new inflationary pressures, plans are in place to mediate the impact, and flexibilities exist that will enable the management team to reduce costs in a timely way should trading conditions require it, and conclude that the charity is a going concern. It is therefore felt that there are no material uncertainties that cast doubt upon the ability of the charity to remain as a going concern during the 12 months from the signing of the accounts.

Incoming resources

All income is recognised in the Statement of Financial Activities when the conditions for receipt have been met and there is reasonable assurance of receipt.

Donations

Donations include amounts received under Gift Aid together with Income Tax recoverable thereon.

Resources expended

The costs of projects, fund-raising and publicity, and management and administration comprise expenditure, including staff costs, directly attributable to the activity. Where costs cannot be directly attributed to specific activities they have been allocated to core costs which are then recharged to each delivery area on the basis of proportionate use of square footage in the premises.

Charitable expenditure

Includes all expenditure directly related to the objects of the charity (in accordance with the SORP) and comprises project costs, grants and directly attributable support costs. Governance costs include those costs incurred in the governance of the charity's assets and are associated with constitutional and statutory requirements.

Fund accounting

Unrestricted funds are available for use at the discretion of the directors in furtherance of the general charitable objectives.

Restricted funds represent funds received whose use is subject to restrictions imposed by the donor.

Designated funds represent funds earmarked for a particular use by the trustees.

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

2. ACCOUNTING POLICIES (cont.)

Investment assets

Fixed asset investments comprise a Lowry drawing which is included at the trustees' best estimate of market value, informed by expert advice.

Depreciation

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

Fixtures and fittings	- 25% p.a. straight line
Leasehold property	- 149 years straight line
Land and buildings	- 50 years straight line
Refurbishment	- 15% p.a. straight line

Majority of assets costing more than £500 are capitalised at cost.

Assets obtained during quarter 4 are depreciated in the following accounting year.

Long leasehold property is assessed annually for indications of impairment and if necessary the carrying value reduced accordingly.

Debtors

Trade debtors are recognised at the settlement amount after any trade discounts offered. Prepayments are valued at the amount repaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Financial Instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Financial Activity.

Pension costs

The charity operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the Statement of Financial Activities.

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

2. ACCOUNTING POLICIES (cont.)

Termination payments

The charity accounts for termination payments in the accounting period they are announced.

JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF UNCERTAINTY

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

(i) Useful economic lives of tangible assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 10 for the carrying amount of the fixed assets, and accounting policies for the useful economic lives for each class of assets.

(ii) Impairment of debtors

The company makes an estimate of the recoverable value of trade and other debtors. Trade debts have been reviewed by the management team and trustees, only those with a realistic chance of recovery have remained as assets.

When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience. See note 12 for the net carrying amount of the debtors and associated impairment provision.

(iii) Key sources of estimation uncertainty

Approximately £402,000 of the forecast income in 2022/23 comes from fees, it includes £394,000 fees from the nursery and childcare service. The demand for these services is very sensitive to the ability of parents to pay nursery fees. Actual fee income received in Q1 2023 has in fact exceeded forecasts, which indicates less risk than feared.

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

3. DONATIONS AND LEGACIES

	2022 £	2021 £
Residuary Legacy	-	287,826
CJRS grant	-	57,283
Donations	282	390
	282	345,499

4. CHARITABLE ACTIVITIES

	Grants and contracts	Fees	Rental income	Other	2022
	£	£	£	£	£
Young People's Housing Project	464,456	-	46,492	10,809	521,757
Community Development	115,639	-	-	11,645	127,284
Childcare	32,623	377,894	-	27,502	438,019
Organisational Development	25,000	-	-	-	25,000
	637,718	377,894	46,492	49,956	1,112,060

	Grants and contracts	Fees	Rental income	Other	2021
	£	£	£	£	£
Young People's Housing Project	313,466	-	176,604	909	490,979
Community Development	92,070	-	-	2,620	94,690
Childcare	46,300	266,960	-	12,781	326,041
Organisational Development	23,000	-	-	1,987	24,987
	474,836	266,960	176,604	18,297	936,697

5. OTHER TRADING ACTIVITIES

	2022 £	2021 £
Room Hire	15,738	6,745
	15,738	6,745

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

6. RESOURCES EXPENDED

Charitable Activities

	Activities undertaken directly £	Support costs £	Total 2022 £
Houses	6,319	-	6,319
Young Peoples Housing Project	299,782	93,201	392,983
Community Development	118,716	20,261	138,977
Childcare	369,865	89,148	459,013
	<u>794,682</u>	<u>202,610</u>	<u>997,292</u>

Support costs

	2022 £
Activity expenses	2,006
Utilities	11,188
Repairs and maintenance	17,393
Rates and facilities management	3,664
Staff costs	105,728
Depreciation	21,084
Insurance	3,611
Miscellaneous expenses	1,130
Office costs	23,507
Professional fees	<u>4,743</u>
	<u>194,054</u>
Governance costs	
Auditors' remuneration	8,556
	<u><u>202,610</u></u>

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

Charitable Activities

	Activities undertaken directly £	Support costs £	Total 2021 £
Houses	6,319	-	6,319
Young Peoples Housing Project	306,957	72,785	379,742
Community Development	75,039	15,823	90,862
Childcare	331,893	69,620	401,513
	<u>720,208</u>	<u>158,228</u>	<u>878,436</u>

Support costs

	2021 £
Activity expenses	715
Utilities	10,444
Repairs and maintenance	18,249
Rates and facilities management	3,293
Staff costs	77,774
Depreciation	15,227
Insurance	3,804
Miscellaneous expenses	304
Office costs	19,046
Professional fees	<u>1,164</u>
	150,020
Governance costs	
Auditors' remuneration	8,208
	<u>158,228</u>

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

7. STAFF COSTS AND NUMBERS

	2022	2021
	£	£
Wages and salaries	588,068	487,646
Social security costs	36,211	32,700
Pension costs	21,899	16,647
	<u>646,178</u>	<u>536,993</u>

	2022	2021
	No.	No.
Chief Executive	1	1
Co-ordinators	5	5
Project workers	30	23
Administrative workers	4	3
	<u>40</u>	<u>32</u>

One member of staff received remuneration in excess of £60,000 (2020/21: none).

During the year, no trustees had travel expenses reimbursed (2020/21: none).

No trustee received remuneration or benefits in kind during the year.

The key management personnel disclosed on page 1 received aggregate remuneration, including employers NI and pension costs of £70,547 (2020/21: £65,975).

There were no statutory redundancy payments made in the year ended 31 March 2022 (2020/21: none).

8. OPERATING SURPLUS

Operating surplus is stated after charging:

	2022	2021
	£	£
Staff pension contributions	21,899	16,647
Depreciation	62,213	50,424
Auditors' remuneration as auditors	<u>8,556</u>	<u>8,208</u>

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

9. TANGIBLE FIXED ASSETS

	Fixtures and fittings	Long leasehold property	Freehold land and buildings	Refurbishment	Total
	£	£	£	£	£
Cost or valuation					
At 1 April 2021	126,143	2,244,252	635,457	110,960	3,116,812
Additions in the year	24,001	-	-	22,038	46,039
At 31 March 2022	150,144	2,244,252	635,457	132,998	3,162,851
Depreciation					
At 1 April 2021	97,103	179,514	87,951	46,745	411,313
Charge for the year	14,492	15,062	12,709	19,950	62,213
At 31 March 2022	111,595	194,576	100,660	66,695	473,526
Net book value					
At 31 March 2022	38,549	2,049,676	534,797	66,303	2,689,325
At 31 March 2021	29,040	2,064,738	547,506	64,215	2,705,499

10. INVESTMENTS

Movement in market value

	2022 £
Market value at 1 April 2021	35,000
Revaluation	5,000
Market value at 31 March 2022	40,000

The L. S. Lowry drawing is included in the accounts at £40,000 being the valuation at 31 March 2022. The drawing is held in safekeeping by the Whitworth Art Gallery, Manchester, who have provided the valuation of the drawing.

11. DEBTORS

	2022 £	2021 £
Trade debtors	44,873	57,297
Other debtors	31,405	29,189
	76,278	86,486

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

12. CREDITORS: Amounts falling due within one year

	2022	2021
	£	£
Trade creditors	9,459	5,171
Taxation and social security	8,972	9,280
Accruals and deferred income	25,275	27,272
Loans	-	3,884
Other creditors	11,329	13,386
	<u>55,035</u>	<u>58,993</u>

13. CREDITORS: Amounts falling due after more one year

	2022	2021
	£	£
Other creditors (Quaker loan)	-	9,871
	<u>-</u>	<u>9,871</u>
Quaker loan (unsecured)		
Analysis of the maturity of the loan is given below:		
< 1 year	-	3,884
2-5 years	-	9,871
	<u>-</u>	<u>13,755</u>

The charity decided to make an early full repayment of the loan provided by Quaker during the year.

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

14. FINANCIAL INSTRUMENTS

	2022 £	2021 £
Financial assets that are measured at amortised cost:		
Cash held	961,854	818,378
Trade debtors	44,873	57,297
Other debtors excluding prepayments	30	54
	<u>1,006,757</u>	<u>875,729</u>

	2022 £	2021 £
Financial liabilities that are measured at amortised cost:		
Trade creditors	9,459	5,171
Other creditors	7,773	19,302
Accruals	12,219	12,635
	<u>29,451</u>	<u>37,108</u>

15. UNRESTRICTED FUNDS

	Balance at 1 April 2021 £	Incoming resources £	Outgoing resources £	Transfers £	Gain £	Balance at 31 March 2022 £
Designated funds						
Fixed asset fund	1,156,960	-	(15,062)	6,622	-	1,148,520
Houses	271,717	-	(6,319)	-	-	265,398
Residuary Legacy	287,826	-	(20,191)	-	-	267,635
	<u>1,716,503</u>	<u>-</u>	<u>(41,572)</u>	<u>6,622</u>	<u>-</u>	<u>1,681,553</u>
Unrestricted funds						
Other charitable funds	877,427	971,051	(793,265)	-	5,000	1,060,213
	<u>2,593,930</u>	<u>971,051</u>	<u>(834,837)</u>	<u>6,622</u>	<u>5,000</u>	<u>2,741,766</u>

The fixed asset fund is designated as the Manchester Settlement part of the value of the New Roundhouse building and should be considered alongside the New Roundhouse Capital Project restricted fund (note 16). Together these funds comprise the total value of the New Roundhouse building. The Houses fund is designated as the value of the funds invested in the five houses owned by the charity to deliver charitable services.

The Residual Legacy Fund comprises of a single legacy donation with no restricted elements received in two installments during 2020/21. The priorities for this fund have been set for improved and expanded services in

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

Befriending, Youth Activities, Family Support and for improvements to our premises. During FY 2021/22 there was £20,191 utilised from Residual Legacy Fund.

Transfers

A transfer has been made of £6,622 to the designated fixed asset fund to make a contribution to the unrestricted fund for the New Roundhouse capital project, this being one year of depreciation on the long leasehold property.

Gain

A gain of £5,000 has been made by revaluation of The L. S. Lowry drawing to market value of £40,000.

	Balance at 1 April 2020	Incoming resources	Outgoing resources	Transfers	Balance at 31 March 2021
	£	£	£	£	£
Designated funds					
Fixed asset fund	1,165,400	-	(15,062)	6,622	1,156,960
Houses	278,036	-	(6,319)	-	271,717
Residuary Legacy	-	-	-	287,826	287,826
	<u>1,443,436</u>	<u>-</u>	<u>(21,381)</u>	<u>294,448</u>	<u>1,716,503</u>
Unrestricted funds					
Other charitable funds	757,265	1,020,046	(612,058)	(287,826)	877,427
	<u>2,200,701</u>	<u>1,020,046</u>	<u>(633,439)</u>	<u>6,622</u>	<u>2,593,930</u>

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

16. RESTRICTED FUNDS

	Balance at 1 April 2021	Incoming resources	Outgoing resources	Transfers	Balance at 31 March 2022
	£	£	£	£	£
New Roundhouse capital project	907,778	-	-	(6,622)	901,156
Our Manchester - VCS grant	-	38,333	(38,333)	-	-
EYPP/4CT Limited	1,792	8,000	(9,792)	-	-
F Beswick - Science activities	7,650	-	(511)	-	7,139
Laing Charitable Trust	11,983	-	(11,983)	-	-
Dalmore Capital	7,500	-	(7,500)	-	-
Lloyds Foundation	6,784	-	(6,784)	-	-
Morson Group	901	-	(901)	-	-
One Manchester - parent project	15,394	-	(15,394)	-	-
LandAid Charitable Fund	19,469	-	(2,708)	-	16,761
Football Foundation - Return to Football	-	450	(450)	-	-
The 42nd Street - Winter Discharge Funds	-	3,330	(2,863)	-	467
MACC - Hate Crime	-	1,000	(836)	-	164
4CT Limited - Culture Grant	-	7,500	(7,100)	-	400
MCC - VCSE Pantry	-	600	(600)	-	-
GMCVO	-	5,760	(5,760)	-	-
4CT Limited - Playschemes 21/22	-	12,724	(12,724)	-	-
City of Social Action - Young MCR	-	500	(500)	-	-
MFT NHS - Covid Champions Project	-	2,500	-	-	2,500
One MCR - Social Recovery Fund	-	10,000	-	-	10,000
MCC - Covid Health Equity Fund	-	5,000	-	-	5,000
Young MCR - OCON	-	19,600	(1,588)	-	18,012
Manchester City Council - 1st 1000 days	2,318	25,000	(22,261)	-	5,057
Manchester City Council - Extended Additional Restrictions Grant	-	13,867	(13,867)	-	-
FASD	1,000	3,000	-	-	4,000
	982,569	157,164	(162,455)	(6,622)	970,656

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

	Balance at 1 April 2020	Incoming resources	Outgoing resources	Transfers	Balance at 31 March 2021
	£	£	£	£	£
New Roundhouse capital project	914,400	-	-	(6,622)	907,778
Our Manchester - VCS grant	-	38,333	(38,333)	-	-
EYPP/4CT Limited	-	15,800	(14,008)	-	1,792
F Beswick - Science activities	7,650	-	-	-	7,650
Laing Charitable Trust	8,303	17,500	(13,820)	-	11,983
Dalmore Capital	-	7,500	-	-	7,500
Lloyds Foundation	3,642	28,589	(25,447)	-	6,784
Morson Group	901	-	-	-	901
One Manchester - parent project	27,514	-	(12,120)	-	15,394
LandAid Charitable Fund	-	78,096	(58,627)	-	19,469
Manchester City Council	-	500	(500)	-	-
Neighbourhood Covid 19 Support	-	10,000	(10,000)	-	-
The National Lottery Community Fund	-	10,000	(10,000)	-	-
Manchester City Council Buzz Holiday Playscheme	1,223	-	(1,223)	-	-
Greater Sport - Tackling Inequalities Fund	-	9,237	(9,237)	-	-
Power to Change - C-19 Trading Income Support	-	20,000	(20,000)	-	-
Manchester City Council - 1st 1000 days	-	25,000	(22,682)	-	2,318
Manchester City Council - Additional Restrictions Grant	-	18,000	(18,000)	-	-
Jigsaw Homes	-	1,000	(1,000)	-	-
FASD	1,000	-	-	-	1,000
	964,633	269,555	(244,997)	(6,622)	982,569

The New Roundhouse Capital Project relates to the development of the new premises. The restricted fund on the New Roundhouse represents the amounts contributed by Manchester College who have been granted a long term lease, thus restricting their use of part of the building.

The Wellbeing and Community (Our MCR, EYPP/4CT) projects develop community activities to promote community engagement in learning, health and wellbeing.

F Beswick - Science Activities fund is a one-off donation over ten years to support science related activities with young people.

The Volunteer coordinator fund has been established by a grant from the John Laing Charitable Trust and Dalmore Capital to fund the co-ordination of volunteering across the charity.

Lloyds Charitable Trust is a restricted fund that supports our work with young people leaving care through the provision of supported housing and activities to promote engagement.

The Morson Group has funded 18 months of internet provision into the supported houses project.

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

One Manchester has grant funded an 18-month project to develop Parent and Community Led childcare initiatives.

Hate crime is a grant from MACC to deliver activities that promote hate crime reporting mechanisms.

MCC Buzz Holiday Playscheme funded summer and Easter activities for vulnerable children.

FASD is a grant that help to facilitate networks of families caring for children affected by Foetal Alcohol Spectrum Disorder (FASD).

LandAid Charitable Fund is a combination of 3 grants provided to us by the Land Aid Property Charity to support projects with vulnerable young people. Two grants (£57k and £17.4k) were provided for refurbishment projects, and a further £3.7k for enhanced IT projects.

The National Lottery Community Fund funded 6 months of our Open-Door Befriending Service.

Greater Sport – Tackling Inequalities Fund provided for a coordinated programme of activities for isolated adults.

Power to Change–C-19 Trading Income Support was an income support fund to support reduced earned income through lockdown.

MCC 1st 1000 days, is a Manchester Council Grant for supporting the parents.

MCC Additional Restrictions Grant is a council grant to support charitable businesses throughout lockdown.

Football Foundation – Return to Football is a grant to promote football with young people.

The 42nd Street – Winter Discharge Funds – are funds for re distribution to individuals in financial hardship.

4CT Limited – Culture Grant – is a grant for delivery of activity to promote cultural awareness with young people.

MCC – VCSE Pantry – refers to a grant to buy refrigeration equipment.

GMCVO – a grant to provide out of hours mental health support.

City of Social Action – Young MCR – a grant for youth social action projects.

MFT NHS – Covid Champions Project – a health promotion grant.

One Manchester – Social Recovery Fund – a grant for the management of a network of community organisations, including distribution of funds to other groups.

MCC – Covid Health Equity Fund a health promotion grant, including the distribution of funds to other groups.

Young Manchester – OCON- a grant for the provision of youth and play activities.

MANCHESTER SETTLEMENT

NOTES TO THE ACCOUNTS

YEAR ENDED 31 MARCH 2022

17. ANALYSIS OF NET ASSETS BY FUND

	2022			2021		
	Unrestricted funds	Restricted funds	Total funds	Unrestricted funds	Restricted funds	Total funds
	£	£	2022 £	£	£	2021 £
Tangible fixed assets	1,788,169	901,156	2,689,325	1,797,721	907,778	2,705,499
Investments	40,000	-	40,000	35,000	-	35,000
Other net assets	913,597	69,500	983,097	761,209	74,791	836,000
	2,741,766	970,656	3,712,422	2,593,930	982,569	3,576,499

18. CAPITAL COMMITMENT

Manchester Settlement has entered into a contract with Emerge LTD for capital goods and services. At the year end, MS paid full cost of £1376 for building bin shelter, which was completed over the May - June 2022 period.

19. OPERATING LEASE COMMITMENTS

The charity had total commitments under operating leases expiring as follows:

	Equipment		Property	
	2022	2021	2022	2021
	£	£		
< 1 year	521	521	14,980	14,281
2-5 years	912	1,433	60,067	57,125
> 5 years	-	-	27,531	40,463
	1,433	1,954	102,578	111,869

20. COMPANY LIMITED BY GUARANTEE

Under paragraph 8 of the Settlement Memorandum, every member undertakes to contribute to the assets of the Settlement in the event of being wound up while he or she is a member, or within one year after he or she ceases to be a member, for payment of the debts and liabilities of the Settlement contracted before he or she ceases to be a member, and of the costs, charges and expenses of winding up and for the adjustment of the rights of the contributions among themselves, such amounts as may be required, not exceeding £1 per member.

21. RELATED PARTY TRANSACTIONS

There are no entities with significant control/interest over the charity. There were related party transactions with a sole trader (IA services), a close family member of a SMT member. All transactions were on normal commercial terms, totaling to £2,235 in FY 2021/22 (FY 2020/21: £4,978), with an outstanding balance of £400 at the year end. There were also transactions with a sole trader (Calligraphy Ink) run by a MS trustee. All transactions were on normal commercial terms, totaling to £311 in FY 2021/22 (FY 2020/21: none), with an outstanding balance of £92 at the year end.