

Friends of Opera North

Trustees' report and unaudited financial
statements

for the year ended

31 March 2022

Charity registered number 507574

Contents

Legal and administrative information	1
Report of the Trustees for the year ended 31 March 2022	2
Independent Examiner's Report	5
Statement of financial activities	6
Balance sheet	7
Notes (forming part of the financial statements)	8

Legal and administrative information

The Board of Trustees and Executive Committee

Ed Anderson
Mark Armour (resigned 16 December 2021)
Henrietta Jowitt
Paul Lee OBE Chairman
Richard Mantle OBE
Peter Maniura
Rosie Millard OBE
Cllr Jonathan Pryor
Irving Warnett

Charity Number: 507574

Registered Office

Howard Opera Centre, 8 Harrison Street, Leeds, LS1 6PA

Independent Examiner

Richard Lewis FCCA, RSM UK Tax and Accounting Limited, Chartered Accountants, Two Humber Quays, Wellington Street West, Hull, HU1 2BN

Bankers

HSBC, 33 Park Row, Leeds LS1 1LD

Solicitors

Wrigleys LLP, 19 Cookridge Street, Leeds, LS2 3AG

Report of the Trustees for the year ended 31 March 2022

The Trustees present their report along with the financial statements of the Charity for the year ended 31 March 2022. The financial statements have been prepared in accordance with the accounting policies set out on page 8 and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published on 16 July 2014 and as amended on 1 January 2019. Legal & administrative information is set out on page 1.

Structure, Governance and Management

The Friends of Opera North was established by Deed of Trust and is a registered charity, number 507574.

On 4 November 2014, the Managing Committee proposed to the membership that Friends of Opera North should change its constitution and that the Trustees of Opera North Limited should be the sole members of the Managing Committee, renamed the Executive Committee. This amendment was duly accepted.

Risk Management

The Trustees consider that adequate controls are in place to conduct satisfactorily the business of the Charity. The Trustees consider the risks relating to Covid-19, inflation and interest rates to be minimal in relation to the business of the Friends of Opera North due to the very low level of direct costs, but will continue to keep this and other areas of risk under review.

Trustee training

As the Charity is now managed by the individuals who are also Trustees of Opera North Limited it falls within an established programme of induction and training. In the event of an appointment, new Trustees undergo a programme of induction, which is planned to allow a thorough insight into the activities of the Charity. At the time of appointment each Trustee receives an Induction Pack which includes a copy of the Trust Deed, the dates of scheduled meetings, most recent financial statements and other appropriate literature detailing events and forthcoming activities. Trustees are sent Charity Commission newsletters and other published material relating to corporate governance and legal obligations to keep them abreast of their responsibilities.

Objectives and Activities

The objects of the Charity are to promote, maintain, foster and advance in the North of England and particularly in Yorkshire the education of the general public in the appreciation of opera choral works in all their aspects and related orchestral works, and to co-operate with local authorities, educational institutions and cultural societies relating to the practice, presentation and study of opera to promote better and more widespread performances of opera, choral and orchestral works.

The Charity continued to pursue its charitable objectives during the year by providing financial assistance towards the running and production costs of Opera North by organising opera talks, concerts and recitals and by publicising opera events in the region.

The Executive Committee has the power to invest the assets of the Charity in accordance with the constitution of the Charity.

Trustees' Report *(continued)*

Achievements and Performance

The Charity has generated funds from individuals, charitable foundations and corporate donors in the form of general donations, legacies and membership subscriptions. Where appropriate tax relief in the form of gift aid has been claimed.

Financial Review

During the course of the last 12 months the Charity has seen an increase in its donation and legacy income. The financial results for the year are summarised on page 6. During the year ended 31 March 2022 a grant of £140,000 was made to Opera North Ltd (2021: £nil).

Reserves Policy

The Charity's policy on reserves is to retain a small surplus sufficient to cover administrative costs thus enabling it to maximise its support for Opera North's revenue activities. All funds are held in risk free current bank accounts. Cash and bank balances held at 31 March 2022 totalled £166,004 (2021: £79,467). Administrative costs are being kept to a minimum as general office support is being provided by Opera North Limited.

At 31 March 2022, free reserves totalled £24,421 (2021: £80,413).

Taking account of the availability of working capital and low level of fixed costs, the Trustees have concluded that the Charity will be able to continue to meet its financial obligations as they fall due for at least twelve months from the date of approval of these financial statements. Consequently, these financial statements have been prepared on the basis that the Charity is a going concern.

Plans for the future

For the time being it is still advantageous to retain the two separate charities but administrative support will be provided by Opera North. This will be kept under review.

Public Benefit

The Trustees are aware of the Charity Commission's advice on Charities and Public Benefit.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities for the year. Grants are awarded to Opera North to support particular aspects of its work in particular encouraging audiences to access unfamiliar pieces and providing supporting talks and educational events for further in-depth engagement both with the performers and performance.

Key Management Personnel Remuneration

The trustees consider the board of trustees as comprising the key management personnel of the charity in charge of directing and controlling the charity and running and operating the charity on a day-to-day basis. All trustees give of their time freely and no trustee remuneration was paid in the year. Details of trustee expenses and related party transactions are disclosed in notes 10 and 11 to the accounts.

Trustees' Report (*continued*)

Statement of Trustees' responsibilities in respect of the Trustees' annual report and the financial statements

The charity trustees 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). The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are required to:

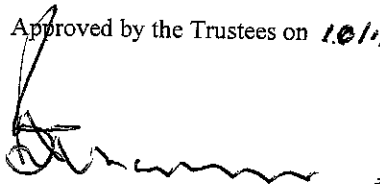
- select suitable accounting policies and then apply them consistently;
- observe the methods and principle in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be 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 Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Trustees' statement

The Trustees who held office at the date of approval of this Trustees' report confirm that, so far as they are each aware, there is no relevant information of which the Charity's Independent Examiner is unaware; and each Trustee has taken all the steps that they ought to have taken as a Trustee to make themselves aware of any relevant information and to establish that the Charity's Independent Examiner is aware of that information.

Approved by the Trustees on 10/1/23 and signed on their behalf by:



Richard Mantle OBE
Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF FRIENDS OF OPERA NORTH

I report to the trustees on my examination of the accounts of Friends of Opera North ('the charity') for the year ended 31 March 2022, which are set out on pages 6 to 10.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts 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.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the accounts. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently, I express no opinion as to whether the accounts present a 'true and fair view' and my report is limited to those specific matters set out in the independent examiner's statement.

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 reasonable 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 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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.

Richard Lewis

Richard Lewis FCCA
The Association of Chartered Certified Accountants
RSM UK Tax and Accounting Limited, Chartered Accountants
Two Humber Quays
Wellington Street West
Hull
HU1 2BN

Date: 12/01/23

Statement of financial activities
(incorporating the income and expenditure account)
for the year ended 31 March 2022

	<i>Note</i>	2022 Unrestricted Funds £	2021 Unrestricted Funds £
Income and Endowments			
Donations and legacies	2	89,376	78,624
Other income	3	6	8
Total income		<u>89,382</u>	<u>78,632</u>
Expenditure on:			
Raising funds	4	3,154	630
Charitable activities	5	142,220	2,172
Total expenditure		<u>145,374</u>	<u>2,802</u>
Net (expenditure)/ income		<u>(55,992)</u>	<u>75,830</u>
Total funds brought forward		<u>80,413</u>	<u>4,583</u>
Total funds carried forward		<u>24,421</u>	<u>80,413</u>

The charity has no recognised gains or losses other than the net movement in funds for the current and preceding year.

The above results derive wholly from continuing operations.

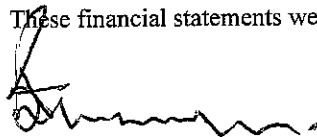
Notes on pages 8 to 10 form an integral part of the financial statements.

Balance sheet
as at 31 March 2022

	<i>Note</i>	2022		2021	
		£	£	£	£
Current assets					
Debtors due within one year	6	3,879		3,817	
Cash at bank and in hand		166,004		79,467	
		<hr/>		<hr/>	
			169,883		83,284
 Creditors: amounts falling due within one year	 7	 (145,462)		 (2,871)	
		<hr/>		<hr/>	
Net current assets representing total net assets		24,421		80,413	
		<hr/>		<hr/>	
Funds	8				
Unrestricted		24,421		80,413	
		<hr/>		<hr/>	
		24,421		80,413	
		<hr/>		<hr/>	

Notes on pages 8 to 10 form an integral part of the financial statements.

These financial statements were approved by the board of Trustees on 10/1/23 and were signed on its behalf by:



Richard Mantle
Trustee

Notes (forming part of the financial statements)

1 Accounting policies

Accounting convention and basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

Going Concern

The financial statements have been prepared on a going concern basis. Having carried out a detailed review of the Charity's resources and the challenges it faces, the Trustees are satisfied that the Charity has sufficient resources to achieve its objectives and continue to meet liabilities as they fall due for at least one year from the date of approval of the accounts. Regular overhead costs are very low and as such only low levels of cash reserves are required at any one time. Inflationary pressures, increasing interest rates and cost of living challenges are not expected to have a very significant impact on the charity's cost base but may have some impact on future income generation. Nonetheless the grant spend of the charity is not fixed and so can respond to the level of income received in the year. Reserves and cash levels are always considered in advance of any agreed grant payments, ensuring the Charity is left with sufficient reserves.

Incoming Resources

Income is recognised in the year once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Income is deferred only when the Charity has to fulfil conditions before becoming entitled to it. Unrestricted donations are credited in the accounting period in which the cash is received.

Resources Expended

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 settlement will be required and the amount of the obligation can be measured reliably.

Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Costs of generating funds are those costs incurred in attracting voluntary income.

Governance costs comprise all costs involving the public accountability of the Charity and its compliance with regulation and good practice.

Unrestricted funds

The various funds of the Charity are accounted for as follows:

Unrestricted funds are expendable at the discretion of the Trustees in furtherance of the objects of the Charity.

Unrestricted funds earmarked for particular purposes by the Trustees are designated as separate funds.

Taxation

The Friends of Opera North is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable trust for UK income tax purposes. Accordingly, the Charity is exempt from taxation in respect of income or capital gains received within categories covered by Part 10 Income Tax Act 2007 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes. No tax charge has arisen in the year.

Notes to the accounts *(continued)*

2 Income

	2022 £	2021 £
Donations and legacies		
Donations and legacies	33,476	28,644
Membership fees	47,775	41,565
Gift Aid income	8,125	8,415
	<u>89,376</u>	<u>78,624</u>

3 Other income

Other income relates to HMRC interest £6 (2021: £8)

4 Expenditure on Raising funds

	2022 £	2021 £
General offices expenses and bank charges	652	630
Event expenses	2,502	-
	<u>3,154</u>	<u>630</u>

5 Expenditure on Charitable activities

	2022 £	2021 £
Grants awarded to institutions – Opera North	140,000	-
Legal and professional – independent examiner's fee (governance)	2,220	2,172
	<u>142,220</u>	<u>2,172</u>

6 Debtors

	2022 £	2021 £
Other debtors – gift aid and accrued income	3,879	3,594
Prepayments	-	223
	<u>3,879</u>	<u>3,817</u>

Notes to the accounts *(continued)*

7 Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals	2,220	2,076
Amounts owed to Opera North Ltd	143,242	795
	<u>145,462</u>	<u>2,871</u>

8 Funds

	2022 £	2021 £
Balance at 1 April 2021	80,413	4,583
(Deficit)/Surplus for the year	(55,992)	75,830
Balance at 31 March 2022	<u>24,421</u>	<u>80,413</u>

All funds are held as cash balances and are unrestricted.

9 Commitments

There are no capital commitments at 31 March 2022 for which provision has not been made (2021: £nil).

10 Remuneration of trustees

None of the trustees holding office during the year received any payment for their services as trustees or reimbursement of expenses (2021: £nil).

11 Related Party Transactions

The Trustees of Friends of Opera North were also trustees of Opera North Limited. During the year, the Friends of Opera North made a contribution to Opera North Limited of £140,000 (2021: £nil). Opera North Limited paid costs of £4,578 (2021: £2,646) on behalf of Friends of Opera North. The balance due to Opera North Limited at 31 March 2022 was £143,242 (2021: £795). Donations and membership fees from Trustees totalled £nil (2021: £100). Income received into Friends of Opera North on behalf of Opera North was £8,500 (2021: £nil). Income received into Opera North on behalf of the Friends of Opera North was £10,691.