

Company registration number: 01444058

Charity registration number: 509133

# TYNE AND WEAR BUILDING PRESERVATION TRUST LIMITED

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2023

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**Tyne And Wear Building Preservation Trust Limited**

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## **Tyne And Wear Building Preservation Trust Limited**

### **Reference and Administrative Details**

<b>Trustees</b>	S Alexander M Bozic I M Burns R D Clark (resigned 25 January 2023) B L Clelland J M Daniels (resigned 28 April 2022) S Dyer M D Firth (appointed 25 January 2023) N A Hamza E L Mayes (appointed 25 January 2023) A D Mitchell (appointed 25 January 2023) M Murphy F A P Spaven (resigned 28 April 2022) K Sussams J Thompson (resigned 25 January 2023) M R Thompson G Underwood A M Watson K J Wilson (appointed 25 January 2023) A M Wyatt (appointed 25 January 2023)
<b>Secretary</b>	M Hulse
<b>Key Management Personnel</b>	Martin Hulse Kari Vickers
<b>Principal Office</b>	John Marley Lodge John Marley Centre Muscott Grove Newcastle Upon Tyne NE15 6TT
<b>Registered Office</b>	Bulman House Regent Centre Gosforth Newcastle upon Tyne NE3 3LS The charity is incorporated in England and Wales.
<b>Company Registration Number</b>	01444058
<b>Charity Registration Number</b>	509133
<b>Solicitors:</b>	Weightmans 1 St James Gate Newcastle upon Tyne NE1 4AD

## **Tyne And Wear Building Preservation Trust Limited**

### **Reference and Administrative Details**

**Bankers**

Lloyds Bank plc  
32 Gosforth Centre  
Gosforth  
Newcastle upon Tyne  
NE3 1JZ

**Auditor**

Kinnair Associates Limited  
Chartered Accountant and Statutory Auditor  
Aston House,  
Redburn Road  
Tyne and Wear  
NE5 1NB

# **Tyne And Wear Building Preservation Trust Limited**

## **Trustees' Report**

The Trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 March 2023.

### **Structure, governance and management**

#### ***Nature of governing document***

The company is limited by guarantee and its governing document is its Memorandum and Articles of Association, last amended on 30th January 2023. It is incorporated in England and Wales - number 01444058 and is also a registered charity - number 509133.

The members of the Council hold no shares in the company but each member is a guarantor of the company to an amount not exceeding £1 in the event of the company winding up.

#### ***Recruitment and appointment of Trustees***

The governing body of the Trust is a Council of Management which meets on a quarterly basis to decide overall financial and policy matters. The day to day issues are handled by the Trust Manager in consultation with the Chairman, Vice Chairman and Hon. Treasurer. Where more urgent matters require further and ongoing attention, then the Council of Management appoint a small working group of three to four members who take on board the matter and report back their findings.

New members of the Council of Management are elected by the established Council of Management or by the members of the Trust in General Meetings.

The Council of Management maintain a well mixed skill base of expertise and ensure that where members resign, suitable candidates are sought.

#### ***Induction and training of Trustees***

Most members are already familiar with the practical work and objectives of the charity bringing their own relevant and unique skills.

Members are actively encouraged to attend the regular Council of Management meetings to ensure that they are always up to date with the latest activities of the Trust.

### **Objectives and activities**

#### ***Objects and aims***

The Trust is governed by its constitution and its main objectives are as follows:

- 1) To preserve for the benefit of the public generally and especially for the inhabitants of the county of Tyne and Wear, buildings (including artefacts and land) which are of especial historic or architectural or townscape interest.
- 2) The promotion for the benefit of the public of urban or rural regeneration in areas of social and economic deprivation (and in particular in the county of Tyne and Wear) including by:
  - a) The provision of housing for those who are in conditions of need and the improvement of housing in the public sector or in charitable ownership provided that such power shall not extend to relieving any local authorities or other bodies of a statutory duty to provide or improve housing;
  - b) The maintenance, improvement or provision of public amenities;
  - c) The creation of training and employment opportunities by the provision of workspace, buildings and/or land for use on favourable terms.
- 3) The promotion of the effective use of resources for charitable purposes by charitable and non-charitable bodies for the benefit of the public by the provision of workspace, buildings and/or land for use on favourable terms.

# **Tyne And Wear Building Preservation Trust Limited**

## **Trustees' Report**

### ***Fundraising disclosures***

The charity is required to report how it deals with fundraising from the public. The charity does not use a professional fundraiser or commercial participator to raise funds. Any monies raised direct from the public follows all guidelines set out by the Charity Commission and UK law in every respect. We respect the privacy and contact preferences of all public donors.

### ***Public benefit***

The properties preserved by the trust with the regime of Tyne and Wear are for the benefit of the public generally. These preserves properties continue to provide the public with an insight into the specific historic, architectural or townscape interests that could otherwise be lost from the region. It is for these reasons that the trustees consider the charity provide a public benefit.

The Trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

### ***Risk Management***

The Council of Management have assessed the major risks to which the charity is exposed, in particular those relating to the operations and finances of the charity, and are satisfied that systems are in place to mitigate the exposure to the major risks.

# **Tyne And Wear Building Preservation Trust Limited**

## **Trustees' Report**

### **Achievements and performance**

The year has seen closer working relationships with Newcastle City Council and Gateshead Council with long term projects being developed in partnership with these adjacent authorities. It was also the final year of the heritage development trust partnership a pilot programme being promoted by the Architectural Heritage Fund.

In Sunderland the Levelling Up Fund's were used to restore the shell of 177 High St West and 1-2 Villiers Street. This work will support the regeneration of the area and a planning application is being prepared by the Council for the cleared site behind the building. Feasibility work was undertaken on 176 High St West to understand how it could be operated. Whilst fit out work at 170 High St West led to new tenants moving into the space.

In Hexham the year saw the start of restoration work for 1 Cattlemarket. This was funded through the Heritage Action Zone a partnership between Historic England and Northumberland County Council. Discussions are still ongoing with potential partners as to how to refurbish the space for affordable housing provision. The Hexham Community Led Housing Group part funded the design work for the fit out of the building.

The consultancy work for Newcastle City on Heritage at Risk was completed during the year and has led to two major projects being identified for future collaboration. This is the restoration of Keelmen's Hospital and the community development project at St John's Cemetery Elswick. Further engagement was made with the authority to support the development of a Heritage Strategy for the city and also continue to act as the accountable body for the Heritage Open Days programme.

The Trust's property portfolio is crucial to the operation of the organisation. The year saw a key tenant vacating Butress House, Brenkley. The Trust have managed the process of securing a new long term tenant to replace the important revenue stream. They have moved into the property and fitted it out for their individual process and rent payments will commence in the next financial year.

Finally in Gateshead, the local authority has formed a partnership with TWBPT and the National Trust to deliver a viable future for Dunston Staiths, Gateshead Riverside Park and St Mary's Heritage Centre. The project also seeks a greater linkage along the green corridor of the Derwent/Tyne Way maybe as far as Gibside. A great deal of project development has been undertaken during the year and this has led to a successful bid to the Shared Prosperity Fund that will begin in April 2023.

# **Tyne And Wear Building Preservation Trust Limited**

## **Trustees' Report**

### **Financial review**

The financial position for the year shows a surplus of £24,028 (2022: £16,581).

The funds of the charitable company amount to £2,322,825 as at 31st March 2023 including restricted funds of £100,743. However as further described below, the unrestricted reserves include designated amounts totalling £2,202,104. The Trust carries forward free reserves of £117,635.

### ***Policy on reserves***

The Council of Management have reviewed the reserves of the Trust. This review encompassed the nature of the income and expenditure streams, the need to match variable income and fixed commitments and the nature of the reserves.

The Council of Management have identified that the unrestricted reserves need to be designated in respect of future projects and against various properties where they have identified the need to maintain these properties on an on-going basis. The balance of unrestricted reserves forms the general unrestricted funds.

The Council of Management continue to make the following designations:

- £30,000 in respect of Dunston Staiths annual maintenance;
- £6,000 in respect of the ongoing maintenance of Whinfield Coke Ovens, Corbridge Bottle Kilns and the Wheels at Blackfell Hauler House.
- £809,104 in respect of the Investments held at the year end (at valuation);
- £140,000 in respect of the Old Low Light. This property is now complete and this represents the net book value of the fixed asset;
- £670,000 in respect of Buttress House, which represents the property's net book value.
- £2,000 in respect of the other heritage assets, which represents the market value at the year end.
- £95,000 in respect of St Hilda's, which represents the property's net book value.
- £100,000 in respect of High Street West, which represents the property's net book value.
- £250,000 in respect of the Cattle Market, which represents the property's net book value.
- £50,000 in respect of Blackfell Hauler House.
- £50,000 in respect of an acquisition fund to cover potential purchases.

Unrestricted funds amounted to £2,222,082, and taking account of the above designated unrestricted funds, which total £2,202,104 the general unrestricted fund amounts to £19,978. This amount less fixed assets of £2,343 and adding back long term loans of £100,000 equals £117,635 and represents the free reserves of the charity. The trustees considered it appropriate to hold the equivalent of between six to nine months unrestricted costs, which would equate to holding between £100k - £200k in free reserves in a typical year. The free reserves are within the targeted range set. The Trust has a loan facility attached to the investment portfolio and therefore, should cashflow require it, can draw down cash from the investment portfolio as required.



# **Tyne And Wear Building Preservation Trust Limited**

## **Trustees' Report**

### **Properties**

In April and May 2006 the three Leasehold Properties and the Buildings and Structures in the Course of Preservation were revalued by Storey Sons and Parkers, who are regulated under RICS, on a market value basis assuming full vacant possession. A further revaluation was carried out in October 2012 by Lambert Smith Hampton). In September 2016 a valuation was performed by an external valuer on St Hilda's Pit Head in South Shields.

In October 2015 a valuation was carried out by Lambert Smith Hampton, who are regulated under RICS, on Buttress House and Blackfell Hauler House. In October 2016 a valuation was carried out by Lambert Smith Hampton, who are regulated under RICS, on Alderman Fenwick's House, Buttress House, Blackfell Hauler House and Old Low Light. Then during October 2022, Lambert Smith Hampton, who are regulated by RCIS, updated the valuation for High Street West Sunderland, Old Low Lights, Buttress House, Black Hauler House, St Hilda's Pit Head and 1 Cattle Market based on an open market basis. During October 2023, Lambert Smith Hampton, who are regulated by RCIS, updated the valuation for Buttress House on an open market basis.

The trustees consider that this most recent valuation represents the market value of the Leasehold Properties and the Buildings and Structures in the Course of Preservation.

### ***Principal funding sources***

The principal sources of funding are grants and rental income.

### **Key Management Personnel**

The board, who give their time freely and no trustees received remuneration in the year, have considered who the Key Management Personnel (KMP) of the charity, as noted in the Reference and Administration section. Together with the board, these KMP are those in charge of directing and controlling, running and operating the activities of the charity on a day to day basis. The pay of the KMP is reviewed annually and normally increased in accordance with average earnings. The trustees benchmark against pay levels of other charities and similar organisations within the sector and the region. Pay levels are set using this information together with the budget and forecast information, ensuring that the charity can afford any proposed increases. The board then agree any uplift to remuneration.

### **Plans for future periods**

Plans for future periods is covered within the achievements and performance section of the trustee report.

### **Going concern**

The charity's forecasts and projections for the next twelve months show that the charity should be able to continue in operational existence for that period, taking into account reasonable possible changes in trading performance. The charity has strong positive cash balances and fixed asset investments and is forecasting for this to continue to be the case. The trustees have stress tested their forecasts, taking into account various scenarios, and remain confident that the uncertainties do not cast significant doubt on the company's ability to continue as a going concern.

# Tyne And Wear Building Preservation Trust Limited

## Trustees' Report

### Statement of Trustees' Responsibilities

The Trustees (who are also the directors of Tyne And Wear Building Preservation Trust Limited for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Disclosure of information to auditor

Each member has taken steps that they ought to have taken as a member in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The Trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

### Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the Trustees of the charity on 13/12/2023.... and signed on its behalf by:

*S Alexander*

Shona Alexander 13 Dec 2023 19:21:35 GMT (UTC +0)

S Alexander

Trustee

## **Tyne And Wear Building Preservation Trust Limited**

### **Independent Auditor's Report to the Members of Tyne And Wear Building Preservation Trust Limited**

#### **Opinion**

We have audited the financial statements of Tyne And Wear Building Preservation Trust Limited (the 'charity') for the year ended 31 March 2023, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, including 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 the provisions available for small entities, in the circumstances set out in note to the financial statements, 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 Trustees 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 charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements were 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.

## **Tyne And Wear Building Preservation Trust Limited**

### **Independent Auditor's Report to the Members of Tyne And Wear Building Preservation Trust Limited**

#### **Other information**

The Trustees are responsible for the other information. 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.

In connection with our audit of the financial statements, 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

#### **Opinion on other matters prescribed by the Companies Act 2006**

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; 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.

#### **Responsibilities of Trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 8), the Trustees 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

## **Tyne And Wear Building Preservation Trust Limited**

### **Independent Auditor's Report to the Members of Tyne And Wear Building Preservation Trust Limited**

#### **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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the Charity through discussions with the charity's accountants Azets, formerly Tait Walker, and with management, and from our commercial knowledge and experience of this sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Charity, including relevant legislation such as the Companies Act 2006, Charities Act 2011 et seq., the Charities (Protection and Social Investment) Act 2016 and Charity Commission regulation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we ensured that the identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the Charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by: -

- making enquiries of the Charity's accountants Azets, formerly Tait Walker, as to where they considered there was susceptibility to fraud and their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we: -

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- assessed the impact of changes to the systems in the year.

## **Tyne And Wear Building Preservation Trust Limited**

### **Independent Auditor's Report to the Members of Tyne And Wear Building Preservation Trust Limited**

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to: -

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- requesting non-standard correspondence with the Charity Commission.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

#### **Use of our report**

This report is made solely to the charitable company's Trustees, 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 charity's Trustees 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 its Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*D Anderson*

Detlev Anderson 14 Dec 2023 15:41:56 GMT (UTC +0)

.....  
Detlev Anderson FCA (Senior Statutory Auditor)  
For and on behalf of Kinnair Associates Limited  
Chartered Accountant and Statutory Auditor  
Aston House, Redburn Road  
Tyne and Wear  
NE5 1NB

Date: 14 December 2023

## Tyne And Wear Building Preservation Trust Limited

### Statement of Financial Activities for the Year Ended 31 March 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2023 £	Total 2022 £
<b>Income and Endowments from:</b>					
Donations and legacies	3	1,872	606,632	608,504	358,929
Charitable activities	4	132,602	-	132,602	142,885
Investment income		28,192	-	28,192	25,157
Other income	5	325	-	325	14,273
<b>Total Income</b>		<b>162,991</b>	<b>606,632</b>	<b>769,623</b>	<b>541,244</b>
<b>Expenditure on:</b>					
Charitable activities	6	(169,417)	(675,173)	(844,590)	(555,578)
<b>Total Expenditure</b>		<b>(169,417)</b>	<b>(675,173)</b>	<b>(844,590)</b>	<b>(555,578)</b>
Gains/losses on investment assets	15	(71,005)	-	(71,005)	52,885
<b>Net (expenditure)/income</b>		<b>(77,431)</b>	<b>(68,541)</b>	<b>(145,972)</b>	<b>38,551</b>
Transfers between funds	21	(13,017)	13,017	-	-
<b>Other recognised gains and losses</b>					
Gains/losses on revaluation of fixed assets	14	170,000	-	170,000	(21,970)
<b>Net movement in funds</b>		<b>79,552</b>	<b>(55,524)</b>	<b>24,028</b>	<b>16,581</b>
<b>Reconciliation of funds</b>					
<b>Total funds brought forward</b>		<b>2,142,530</b>	<b>156,267</b>	<b>2,298,797</b>	<b>2,282,216</b>
<b>Total funds carried forward</b>	21	<b>2,222,082</b>	<b>100,743</b>	<b>2,322,825</b>	<b>2,298,797</b>

All of the charity's activities derive from continuing operations during the above two periods.

## Tyne And Wear Building Preservation Trust Limited

### Comparative Statement of Financial Activities for the Year Ended 31 March 2022

#### (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	5,261	353,668	358,929
Charitable activities	4	142,885	-	142,885
Investment income		25,157	-	25,157
Other income	5	14,273	-	14,273
<b>Total income</b>		<b>187,576</b>	<b>353,668</b>	<b>541,244</b>
<b>Expenditure on:</b>				
Charitable activities	6	(197,911)	(357,667)	(555,578)
<b>Total expenditure</b>		<b>(197,911)</b>	<b>(357,667)</b>	<b>(555,578)</b>
Gains/losses on investment assets		52,885	-	52,885
<b>Net income/(expenditure)</b>		<b>42,550</b>	<b>(3,999)</b>	<b>38,551</b>
Transfers between funds		(1,089)	1,089	-
<b>Other recognised gains and losses</b>				
Gains/losses on revaluation of fixed assets		(21,970)	-	(21,970)
<b>Net movement in funds</b>		<b>19,491</b>	<b>(2,910)</b>	<b>16,581</b>
<b>Reconciliation of funds</b>				
<b>Total funds brought forward</b>		<b>2,123,039</b>	<b>159,177</b>	<b>2,282,216</b>
<b>Total funds carried forward</b>	21	<b>2,142,530</b>	<b>156,267</b>	<b>2,298,797</b>



# Tyne And Wear Building Preservation Trust Limited

(Registration number: 01444058)  
Balance Sheet as at 31 March 2023

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	13	2,343	3,455
Heritage assets	14	1,307,000	1,137,000
Investments	15	809,104	880,109
		<u>2,118,447</u>	<u>2,020,564</u>
<b>Current assets</b>			
Debtors	16	194,262	52,363
Investments	17	120,000	120,000
Cash at bank and in hand		95,034	150,608
		<u>409,296</u>	<u>322,971</u>
<b>Creditors: Amounts falling due within one year</b>	18	<u>(104,918)</u>	<u>(44,738)</u>
<b>Net current assets</b>		<u>304,378</u>	<u>278,233</u>
<b>Total assets less current liabilities</b>		<u>2,422,825</u>	<u>2,298,797</u>
<b>Creditors: Amounts falling due after more than one year</b>	19	<u>(100,000)</u>	<u>-</u>
<b>Net assets</b>		<u>2,322,825</u>	<u>2,298,797</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted general fund	21	100,743	156,267
<b>Unrestricted income funds</b>			
Unrestricted		<u>2,222,082</u>	<u>2,142,530</u>
<b>Total funds</b>	21	<u>2,322,825</u>	<u>2,298,797</u>

The financial statements on pages 13 to 40 were approved by the Trustees, and authorised for issue on 13/12/2023..... and signed on their behalf by:

*S Alexander*

Shona Alexander 13 Dec 2023 19:21:35 GMT (UTC +0)

S Alexander  
Trustee

# Tyne And Wear Building Preservation Trust Limited

## Statement of Cash Flows for the Year Ended 31 March 2023

	Note	2023 £	2022 £
<b>Cash flows from operating activities</b>			
Net income		24,028	16,581
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		1,112	1,129
Impairment of heritage assets		407,664	-
Investment income		(28,192)	(25,157)
Financial instrument net (gains) losses through statement of financial activities		(170,000)	21,970
Revaluation of investments		71,005	(52,885)
		<u>305,617</u>	<u>(38,362)</u>
<b>Working capital adjustments</b>			
(Increase)/decrease in debtors	16	(141,899)	57,880
Increase/(decrease) in creditors	18	<u>40,180</u>	<u>(26,577)</u>
Net cash flows from operating activities		<u>203,898</u>	<u>(7,059)</u>
<b>Cash flows from investing activities</b>			
Interest receivable and similar income		28,192	25,157
Purchase of heritage assets	14	<u>(407,664)</u>	<u>(186,970)</u>
Net cash flows from investing activities		<u>(379,472)</u>	<u>(161,813)</u>
<b>Cash flows from financing activities</b>			
New loans obtained in the year	18	<u>120,000</u>	<u>-</u>
Net decrease in cash and cash equivalents		(55,574)	(168,872)
Cash and cash equivalents at 1 April		<u>150,608</u>	<u>319,480</u>
Cash and cash equivalents at 31 March		<u><u>95,034</u></u>	<u><u>150,608</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **1 Charity status**

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the Trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is: Bulman House, Regent Centre, Gosforth, Newcastle upon Tyne, NE3 3LS

The principal place of business is: John Marley Lodge, John Marley Centre, Muscott Grove, Newcastle Upon Tyne, NE15 6TT

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

##### **Basis of preparation**

Tyne And Wear Building Preservation Trust Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

These financial statements are prepared in sterling which is the functional currency of the entity.

##### **Going concern**

The charity's forecasts and projections for the next twelve months show that the charity should be able to continue in operational existence for that period, taking into account reasonable possible changes in trading performance. The charity has strong positive cash balances and fixed asset investments and is forecasting for this to continue to be the case. The trustees have stress tested their forecasts, taking into account various scenarios, and remain confident that the uncertainties do not cast significant doubt on the company's ability to continue as a going concern.

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **Estimation uncertainty and judgements**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year include:

**Heritage Asset valuations.** The assets valuations are considered annually in accordance with the requirements under FRS102 and any change in the value of the assets are reflected within the financial statements.

#### **Income and endowments**

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

#### **Donations and legacies**

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

#### **Grants receivable**

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

#### **Deferred income**

Income is deferred and released to incoming resources in the future period for which it has been received.

#### **Investment income**

Investment income is recognised on a receivable basis.

#### **Charitable activities**

Incoming resources from charitable activities includes income received under contract for those properties of the Trust which are formally let. The income includes both rent and the recharge of service charges incurred for the running of the let property.

Rent receivable is recognised in the SOFA when the charity is legally entitled to the income and is considered appropriate to be classified as incoming resources from charitable activities rather than investment income.

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### **Charitable activities**

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

#### **Support costs**

Support costs have been allocated to activity cost categories on a basis consistent with the time spent by the employees on each activity and on those activities necessary to properly govern the charity. Governance costs are also included within support costs and are those costs incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

#### **Fund structure**

Unrestricted income funds are general funds that are available for use at the Trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Tangible fixed assets**

The trustees do not have a set de-minimis below which expenditure of a capital nature are not capitalised. All such expenditure is reviewed and capitalised where necessary.

#### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Furniture and Equipment	15% straight line

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **Fixed Assets - Preservation Schemes - Restricted Funds**

The Trust, a company limited by guarantee, having as its primary charitable purpose the preservation of historical buildings (including artefacts and land) holds such assets and incurs necessary expenditure on them, often financed by grants that can only be used for such expenditure.

The Trustees consider that the following policies are required to satisfy their obligations under Company and Charitable Law.

(i) Expenditure incurred on preservation schemes where the Trust has a legal interest whether leasehold or freehold, is capitalised.

(ii) Grant and assistance received specifically to finance the expenditure is credited to a restricted fund.

(iii) Properties, when let, would normally be considered by Accounting Standards as investment properties requiring annual revaluation or depreciation. The Council of Management reviews each property to ascertain if revaluation is appropriate and where necessary undertakes to ascertain a market value.

#### **Heritage assets**

The charity holds heritage assets, which are tangible fixed assets of historical, artistic, scientific, technological, geophysical or environmental importance that are held to advance preservation and conservation objectives of the charity. Newly purchased heritage assets are capitalised and included at cost including any incidental expenses of acquisition.

Properties purchased using grants received are shown as unrestricted assets and their NBV designated, as the conditions of the grant were satisfied upon the purchase of the property.

Where heritage assets were acquired in past accounting periods and not capitalised, it can be difficult or costly to attribute a cost or value to them. In such cases, these assets are excluded from the balance sheet if reliable cost information is not available and conventional valuation approaches lack sufficient reliability or significant costs are involved in the reconstruction or analysis of past accounting records or in valuation, which are onerous compared with the additional benefit derived by users of the accounts in assessing the trustees' stewardship of the assets.

The very long expected lives of heritage assets, due to their nature, value and need to be protected and preserved means that depreciation is not material and is, therefore, not provided.

#### **Impairment of fixed assets and heritage assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **Fixed asset investments**

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

#### **Current asset investments**

Current asset investments are included at the lower of cost and net realisable value / market value.

#### **Trade debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade creditors**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **Operating leases**

#### **Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided.

## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 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.

#### Financial instruments

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted. Debt instruments are subsequently measured at amortised cost.

### 3 Income from donations and legacies

	Unrestricted		Total 2023	Total 2022
	General £	Restricted £	£	£
Donations	1,872	-	1,872	4,261
Grants	-	606,632	606,632	354,668
	<u>1,872</u>	<u>606,632</u>	<u>608,504</u>	<u>358,929</u>
Total for 2022	<u>5,261</u>	<u>353,668</u>	<u>358,929</u>	



# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 4 Income from charitable activities

	Unrestricted funds General £	Total 2023 £
Miscellaneous Income	10,550	10,550
Old Low Light	10,510	10,510
Buttress House	82,060	82,060
Contribution towards insurance Old Low Light	1,706	1,706
Contribution towards Buttress House costs	1,833	1,833
Contribution towards High Street West costs	13,777	13,777
Blackfell	5,000	5,000
St Hilda's	2,917	2,917
High Street West	4,249	4,249
	<u>132,602</u>	<u>132,602</u>
	Unrestricted funds General £	Total 2022 £
Miscellaneous Income	16,434	16,434
Old Low Light	8,758	8,758
Alderman Fenwick's House	1,025	1,025
Buttress House	78,981	78,981
Contribution towards insurance Old Low Light	1,509	1,509
Contribution towards Buttress House costs	2,242	2,242
Contribution towards High Street West costs	4,475	4,475
Blackfell	5,000	5,000
St Hilda's	7,511	7,511
John Marley Centre	16,950	16,950
	<u>142,885</u>	<u>142,885</u>

### 5 Other income

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Buttress House insurance claim	325	325	-
Gains on sale of tangible fixed assets for charity's own use	-	-	14,273
	<u>325</u>	<u>325</u>	<u>14,273</u>

# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 6 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	2023 £	2022 £
Alderman Fenwick's / John Marley Centre Running Costs	-	-	-	20,659
Rental properties running costs	53,247	-	53,247	7,354
HDT Base	47,500	-	47,500	49,596
Scheduled Monuments	17,943	-	17,943	43,973
St Hilda's	19,540	-	19,540	27,918
Other Direct Charitable Expenditure	-	78,937	78,937	100,460
Feasibility studies	65,361	-	65,361	45,157
High Street West	33,525	-	33,525	213,100
High Street West - Tyre Shop	361,316	-	361,316	-
Cattle Market	129,989	-	129,989	18,279
Gateshead Riverside	221	-	221	-
Governance costs	-	37,011	37,011	29,082
	<u>728,642</u>	<u>115,948</u>	<u>844,590</u>	<u>555,578</u>
	<b>Unrestricted</b>			
	<b>General £</b>	<b>Restricted £</b>	<b>Total 2023 £</b>	<b>Total 2022 £</b>
Alderman Fenwick's / John Marley Centre Running Costs	-	-	-	20,659
Rental Properties Running Costs	53,247	-	53,247	7,354
HDT Base	-	47,500	47,500	49,596
Scheduled Monuments	-	17,943	17,943	43,973
St Hilda's	-	19,540	19,540	27,918
Feasibility studies	-	65,361	65,361	45,157
High Street West	-	33,525	33,525	206,300
High Street West - Tyre Shop	-	361,315	361,315	-
Cattle Market	-	129,989	129,989	18,279
Gateshead Riverside	222	-	222	-
Support costs	115,948	-	115,948	129,542
	<u>169,417</u>	<u>675,173</u>	<u>844,590</u>	<u>548,778</u>

## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 7 Analysis of governance and support costs

Raising funds expenditure	Support costs £	Governance costs £	Total 2023 £	Total 2022 £
Staff costs	56,095	-	56,095	77,233
Communications and IT	1,240	138	1,378	1,410
Depreciation	1,001	111	1,112	1,129
Finance costs	272	30	302	179
Lease of copier	968	108	1,076	1,040
Insurance	1,664	185	1,849	2,930
Rates & water	1,096	-	1,096	627
Other office costs	10,303	1,144	11,447	9,457
Other motor/travel costs	4,210	-	4,210	1,321
Repairs and maintenance	2,088	232	2,320	7,499
Accountancy fees	-	21,466	21,466	17,833
Audit fees	-	4,500	4,500	3,930
Legal fees	-	9,097	9,097	4,954
	<u>78,937</u>	<u>37,011</u>	<u>115,948</u>	<u>129,542</u>

The charity allocates costs direct to activities as far as possible, then identifies the remaining costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are apportioned between the key charitable activities undertaken in the year. The basis for apportionment and the analysis of support and governance costs is set out as follows:

Direct to governance: Accountancy fees, Audit, legal and Trustee liability insurance. 10% of costs allocated as governance: Telephone, Finance costs, Depreciation, Lease costs, and other office costs. Direct to charitable activities: Salaries and pensions and all other support costs.

# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 8 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2023 £	2022 £
Operating leases - other assets	1,075	1,040
Audit fees	4,500	4,260
Depreciation of fixed assets	<u>1,112</u>	<u>1,129</u>

### 9 Trustees remuneration and expenses

No Trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

### 10 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
<b>Staff costs during the year were:</b>		
Wages and salaries	101,534	98,568
Social security costs	5,777	5,689
Pension costs	<u>7,107</u>	<u>6,609</u>
	<u>114,418</u>	<u>110,866</u>

The monthly average number of persons (including senior management team) employed by the charity during the year:

	2023 No	2022 No
Number of administrative staff	<u>3</u>	<u>3</u>

No employee received emoluments of more than £60,000 during the year.

The total employee benefits of the key management personnel of the charity were £77,773 (2022 - £72,575).

### 11 Auditors' remuneration

	2023 £	2022 £
Audit of the financial statements	<u>4,500</u>	<u>4,260</u>

# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 12 Taxation

The charity is exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 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.

### 13 Tangible fixed assets

	Furniture and equipment £	Total £
<b>Cost</b>		
At 1 April 2022	26,777	26,777
At 31 March 2023	26,777	26,777
<b>Depreciation</b>		
At 1 April 2022	23,322	23,322
Charge for the year	1,112	1,112
At 31 March 2023	24,434	24,434
<b>Net book value</b>		
At 31 March 2023	2,343	2,343
At 31 March 2022	3,455	3,455

## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 14 Heritage assets

	Buttress House £	Old Low Light £	Buildings and structures in the course of preservation £	St Hilda's £	High Street West, Sunderland £	Cattle Market £	Total £
<b>Cost</b>							
At 1 April 2022	533,024	467,350	53,640	605,120	555,847	250,000	2,464,981
Additions	-	-	-	-	314,998	92,666	407,664
Revaluations	170,000	-	-	-	-	-	170,000
At 31 March 2023	<u>703,024</u>	<u>467,350</u>	<u>53,640</u>	<u>605,120</u>	<u>870,845</u>	<u>342,666</u>	<u>3,042,645</u>
<b>Depreciation</b>							
At 1 April 2022	33,024	327,350	1,640	510,120	455,847	-	1,327,981
Impairment	-	-	-	-	314,998	92,666	407,664
At 31 March 2023	<u>33,024</u>	<u>327,350</u>	<u>1,640</u>	<u>510,120</u>	<u>770,845</u>	<u>92,666</u>	<u>1,735,645</u>
<b>Net book value</b>							
At 31 March 2023	<u>670,000</u>	<u>140,000</u>	<u>52,000</u>	<u>95,000</u>	<u>100,000</u>	<u>250,000</u>	<u>1,307,000</u>
At 31 March 2022	<u>500,000</u>	<u>140,000</u>	<u>52,000</u>	<u>95,000</u>	<u>100,000</u>	<u>250,000</u>	<u>1,137,000</u>

All properties are considered to be heritage assets as follows:

Buttress House is offices, associated with the former Brenkley Colliery at Seaton Burn, North Tyneside. The property is fully let.

The Old Low Light is a Grade II listed Building situated within the Clifford's Fort Scheduled Ancient Monument on the North Shields Fish Quay. The building was originally used to house a navigation light and in later years was used as a alm's houses and then as a fish processing plant. The property is fully let.

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

Dunston Staiths are a scheduled Ancient Monument and Grade II listed building. They were constructed in the late 19th Century and were used to load coal onto seagoing colliers on the river Tyne at Dunston, Gateshead. They are included in the financial statements at a nil value, as the only current income is a nominal sum for the Dunstan Staiths substation.

Whinfield Coke Ovens at Rowlands Gill, Gateshead and the Bottle Kilns at Corbridge are both Scheduled Ancient Monuments. Both these properties are included at cost; a valuation has not been attempted as significant costs would be incurred in obtaining a valuation which would be considered to be onerous when compared to the additional benefit achieved.

St Hilda's Pit Head is a Grade II listed building in South Shields. The restoration of St Hilda's Pit Head was funded and undertaken with the full understanding that there was a large conservation deficit. The property is let.

In October 2016 Lambert Smith Hampton, who are regulated by RICS, valued Blackfell Hauler House, Alderman Fenwick's House, Old Low Lights and Buttress House based on an open market basis.

On 6th February 2018, the buildings at 170-175 High Street West, Sunderland, were transferred to the trust from The Council of the City of Sunderland for the nominal amount of £1. 170-175 High St West Sunderland are a terrace of three traditional houses that were converted on the ground floor for commercial use soon after they were built. Given the condition of the properties on transfer, the work initially incurred was being expensed until the structure was made stable. Subsequently in the 2020/21 year, works commenced with the view of bringing the properties back into use. The restoration of High Street West was funded and undertaken with the full understanding that there was a large conservation deficit.

A conservation deficit is a situation which applies to historic buildings where the cost of converting them to a new use is greater than the value they would have on completion of the works. The conservation deficit is the amount that is the difference. It needs to be covered by some form of injection of funding in order for the development to be viable.

All these Heritage Assets, with the exception of Dunston Staiths have been the subject of Preservation Schemes and are either generating rental income or recovery of costs. Where possible, access to the buildings for the public is made available.

In October 2022 Lambert Smith Hampton, who are regulated by RICS, valued High Street West Sunderland, Old Low Lights, Buttress House and 1 Cattle Market based on an open market basis.

In October 2023 Lambert Smith Hampton, who are regulated by RICS, valued Buttress House based on an open market basis.

# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### Summary of transactions

	2023 £	2022 £	2021 £	2020 £	2019 £
<b>Purchases and additions</b>					
Buildings	407,664	186,970	625,354	-	427,190
Revaluations	170,000	(31,970)	-	-	-
<b>Charge for impairment</b>					
Buildings	407,664	(10,000)	465,847	-	427,190
<b>Disposals</b>					
Buildings	-	-	969,507	-	-

### 15 Fixed asset investments

	2023 £	2022 £
Other investments	<u>809,104</u>	<u>880,109</u>

### Other investments

	Listed investments £	Total £
<b>Cost or Valuation</b>		
At 1 April 2022	880,109	880,109
Revaluation	<u>(71,005)</u>	<u>(71,005)</u>
At 31 March 2023	<u>809,104</u>	<u>809,104</u>
<b>Net book value</b>		
At 31 March 2023	<u>809,104</u>	<u>809,104</u>
At 31 March 2022	<u>880,109</u>	<u>880,109</u>

The listed investment portfolio is held with Barclays Bank UK Plc and represents units held within the discretionary investment portfolio charity fund.

The investment balance includes both monies invested and cash held waiting to be invested.



# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 16 Debtors

	2023 £	2022 £
Trade debtors	13,909	39,369
Prepayments	11,906	11,450
Accrued income	146,333	1,357
VAT recoverable	21,927	-
Other debtors	187	187
	<u>194,262</u>	<u>52,363</u>

Trade debtors includes a provision of £10,180 (2022: £10,180).

### 17 Current asset investments

	2023 £	2022 £
Listed investments	<u>120,000</u>	<u>120,000</u>

The Trustees hold £120,000 of the fixed asset investment as a current asset on the basis that as projects are undertaken, with funding received in arrears, there may be occasion where the working capital requires temporary support until the funding is subsequently received and banked.

### 18 Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans	20,000	-
Trade creditors	21,405	14,985
Other taxation and social security	2,531	2,450
VAT repayable	-	2,099
Other creditors	19,400	-
Accruals and deferred income	<u>41,582</u>	<u>25,204</u>
	<u>104,918</u>	<u>44,738</u>

	2023 £	2022 £
Heritage Lottery Loan	<u>20,000</u>	<u>-</u>

The loan provided by the Heritage Lottery in the year was to a total value of £120,000, at an interest rate of 0%. The loan period is 5 years with the final repayment being made on 1 June 2027.

## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

	2023 £	2022 £
Deferred income at 1 April 2022	1,808	19,003
Resources deferred in the period	-	1,808
Amounts released from previous periods	<u>(1,808)</u>	<u>(19,003)</u>
Deferred income at year end	<u>-</u>	<u>1,808</u>

#### 19 Creditors: amounts falling due after one year

	2023 £	2022 £
Heritage Lottery Loan	<u>100,000</u>	<u>-</u>

The loan provided by the Heritage Lottery in the year was to a total value of £120,000, at an interest rate of 0%. The loan period is 5 years with the final repayment being made on 1 June 2027.

#### 20 Pension and other schemes

##### Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £7,107 (2022 - £6,609).

# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 21 Funds

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2023 £
<b>Unrestricted funds</b>						
<b>General</b>						
General funds	89,421	162,991	(169,417)	(63,017)	-	19,978
<b>Designated</b>						
Blackfell Hauler House	50,000	-	-	-	-	50,000
Old Low Light Development Fund	140,000	-	-	-	-	140,000
Dunston Staiths Maintenance Fund	30,000	-	-	-	-	30,000
Cattle Market	250,000	-	-	-	-	250,000
Buttress House	500,000	-	-	-	170,000	670,000
Other	2,000	-	-	-	-	2,000
Investments	880,109	-	-	-	(71,005)	809,104
High Street West	100,000	-	-	-	-	100,000
St Hilda's	95,000	-	-	-	-	95,000
Scheduled monuments Maintenance Fund	6,000	-	-	-	-	6,000
Property Acquisition Fund	-	-	-	50,000	-	50,000
	<u>2,053,109</u>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>98,995</u>	<u>2,202,104</u>
<b>Total unrestricted funds</b>	<u>2,142,530</u>	<u>162,991</u>	<u>(169,417)</u>	<u>(13,017)</u>	<u>98,995</u>	<u>2,222,082</u>
<b>Restricted funds</b>						
St Hilda's (Stage 2)	30,000	-	-	-	-	30,000
St Hilda's Pithead Development Officer	19,540	-	(19,540)	-	-	-
Cattle Market	-	91,868	(129,989)	32,071	-	(6,050)

## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2023 £
HDT Base	44,454	25,000	(47,500)	(19,054)	-	2,900
Scheduled Monuments	35,919	9,333	(17,943)	-	-	27,309
Feasibility Studies	5,726	77,286	(65,361)	-	-	17,651
High Street West	20,628	33,603	(33,525)	-	-	20,706
High Street West - Tyre Shop	-	369,542	(361,315)	-	-	8,227
<b>Total restricted funds</b>	<b>156,267</b>	<b>606,632</b>	<b>(675,173)</b>	<b>13,017</b>	<b>-</b>	<b>100,743</b>
<b>Total funds</b>	<b>2,298,797</b>	<b>769,623</b>	<b>(844,590)</b>	<b>-</b>	<b>98,995</b>	<b>2,322,825</b>

## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2022 £
<b>Unrestricted funds</b>						
<b>General</b>						
General funds	93,815	187,576	(197,911)	5,941	-	89,421
<b>Designated</b>						
Blackfell Hauler House	50,000	-	-	-	-	50,000
Old Low Light Development Fund	135,000	-	-	-	5,000	140,000
Dunston Staiths Maintenance Fund	50,000	-	-	(20,000)	-	30,000
Cattle Market	-	-	-	186,970	63,030	250,000
Buttress House	600,000	-	-	-	(100,000)	500,000
Other	2,000	-	-	-	-	2,000
Investments	947,224	-	-	(120,000)	52,885	880,109
High Street West	90,000	-	-	-	10,000	100,000
St Hilda's	95,000	-	-	-	-	95,000
Scheduled monuments Maintenance Fund	10,000	-	-	(4,000)	-	6,000
Property Acquisition Fund	50,000	-	-	(50,000)	-	-
	<u>2,029,224</u>	<u>-</u>	<u>-</u>	<u>(7,030)</u>	<u>30,915</u>	<u>2,053,109</u>
<b>Total unrestricted funds</b>	<u>2,123,039</u>	<u>187,576</u>	<u>(197,911)</u>	<u>(1,089)</u>	<u>30,915</u>	<u>2,142,530</u>
<b>Restricted</b>						
St Hilda's (Stage 2)	30,000	-	-	-	-	30,000
St Hilda's Pithead Development Officer	-	19,540	-	-	-	19,540
Cattle Market	-	17,190	(18,279)	1,089	-	-
HDT Base	19,050	75,000	(49,596)	-	-	44,454
Scheduled Monuments	45,866	34,026	(43,973)	-	-	35,919

## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 March 2022 £
Feasibility Studies	14,825	36,058	(45,157)	-	-	5,726
High Street West	49,436	171,854	(200,662)	-	-	20,628
<b>Total restricted funds</b>	<b>159,177</b>	<b>353,668</b>	<b>(357,667)</b>	<b>1,089</b>	<b>-</b>	<b>156,267</b>
<b>Total funds</b>	<b>2,282,216</b>	<b>541,244</b>	<b>(555,578)</b>	<b>-</b>	<b>30,915</b>	<b>2,298,797</b>

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

The specific purposes for which the funds are to be applied are as follows:

#### **Revaluation Reserve**

The amount of uplift in the value of Blackfell Hauler House to its net book value of £50,000.

#### **Old Low Light Development Fund**

The trustees have provided a designation to reflect the value of the Old Low Light Property which is subject to a contingent grant repayment (as detailed in note 25) period to the year 2025. After this contingent period has elapsed the trustees intend to release the designation.

#### **Buttress House, High Street West and St Hilda's**

Funds have been designated in respect of the net book value of the Heritage Assets on the basis that these assets are not readily expendable and therefore are excluded from free reserves.

#### **St Hilda's**

The trustees have provided a designation to reflect the value of the St Hilda's Pit Head which is subject to a contingent grant repayment period (as detailed in Note 25). After this contingent period has elapsed the trustees intend to release the designation.

#### **Scheduled Monuments**

This fund concerns the maintenance of Corbridge Bottle Kilns, Whinfield Coke Ovens and Blackfell Hauler House. The trustees have designated £6,000 to reflect this designation.

#### **Feasibility Studies**

These include Options Appraisals and Project Development on buildings in which we do not have a legal interest. The Trust is researching the capability of these buildings becoming a viable project.

#### **High Street West**

The trustees have provided a designation to reflect the value of 170-175 High St West, Sunderland which is subject to a contingent grant repayment period (as detailed in Note 25). After this contingent period has elapsed the trustees intend to release the designation.

#### **Emergency Covid Funding**

The Trust was in receipt of funds received via the Heritage Lottery to support the projects through the pandemic.

#### **HDT Base**

The Trust is one of seven pilot heritage development trusts in England and is receiving a grant, over a three year period, through the Architectural Heritage Fund to expand its activities and become a more sustainable organisation.

#### **Property Acquisition Fund**

The trustees had designated £50,000 in regards to potential acquisition of new properties by the charity.

# Tyne And Wear Building Preservation Trust Limited

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 22 Analysis of net assets between funds

	Unrestricted			Total funds at 31 March 2023 £
	General £	Designated £	Restricted £	
Tangible fixed assets	2,343	-	-	2,343
Heritage assets	-	1,307,000	-	1,307,000
Fixed asset investments	-	809,104	-	809,104
Net current assets/(liabilities)	117,635	86,000	100,743	304,378
Creditors over 1 year	(100,000)	-	-	(100,000)
Total net assets	<u>19,978</u>	<u>2,202,104</u>	<u>100,743</u>	<u>2,322,825</u>

	Unrestricted			Total funds at 31 March 2022 £
	General £	Designated £	Restricted £	
Tangible fixed assets	3,455	-	-	3,455
Heritage assets	-	1,137,000	-	1,137,000
Fixed asset investments	-	880,109	-	880,109
Net current assets/(liabilities)	85,966	36,000	156,267	278,233
Total net assets	<u>89,421</u>	<u>2,053,109</u>	<u>156,267</u>	<u>2,298,797</u>

### 23 Analysis of net funds

	At 1 April 2022 £	Financing cash flows £	New loans £	At 31 March 2023 £
Cash at bank and in hand	125,451	(30,417)	-	95,034
Debt due within one year	-	-	(20,000)	(20,000)
Debt due after more than one year	-	-	(100,000)	(100,000)
Current asset investments	120,000	-	-	120,000
Net debt	<u>245,451</u>	<u>(30,417)</u>	<u>(120,000)</u>	<u>95,034</u>

	At 1 April 2021 £	Financing cash flows £	New loans £	At 31 March 2022 £
Cash at bank and in hand	319,480	(194,029)	-	125,451
Current asset investments	-	120,000	-	120,000
Net debt	<u>319,480</u>	<u>(74,029)</u>	<u>-</u>	<u>245,451</u>



## Tyne And Wear Building Preservation Trust Limited

### Notes to the Financial Statements for the Year Ended 31 March 2023

#### 24 Financial instruments

##### Categorisation of financial instruments

	2023 £	2022 £
Financial assets measured at fair value	<u>929,104</u>	<u>1,025,266</u>

The financial assets measured at fair value relate to the investments held with Barclays that are held at fair value.

#### 25 Contingencies

The Old Low Light restricted income received during its restorations, created by receipt of monies from North Tyneside Council totalling £297,742, was spent as part of the refurbishment on the Old Low Light property. This restricted income was given with a twelve year clawback clause. The clawback is subject to a clause which is only enacted if the property is disposed of at greater than the Conservation Deficit Scheme value (detailed on the grant claim form) and would require repayment of a proportion of £297,742, up to the full amount dependent upon sale price at disposal. The trustees have considered this and whilst they do not intend to dispose of the property, once this twelve year period has elapsed in 2025, or if the property was disposed at a lower value, the contingent liability would cease.

A grant was received from Historic England for works at the Bottle Kilns in which, as part of the conditions of the grant, the Trust agreed to enter into a 10 year maintenance agreement. The maintenance works involved in the agreement are in line with the charitable activities of the Trust. However, should the works not be completed and reported to the grant provider within the time scales included within the agreement, then the grant may be repayable to the grant provider.

Of the High Street West Restricted income received during its restorations, an amount of £350,000 of the monies received is repayable within three years of the final payment being received (expected in November 2021) should the property be disposed. The clawback is subject to a clause which is only enacted if the property is disposed of at greater than the Conservation Deficit Scheme value (detailed on the grant claim form) and would require repayment of a proportion of £350,000, up to the full amount dependent upon sale price at disposal. The trustees have considered this and whilst they do not intend to dispose of the property, once this three year period has elapsed in 2024, or if the property was disposed at a lower value, the contingent liability would cease.

The St Hilda's restricted income received during its restorations, created by receipt of funding from The Heritage Lottery, was given with a ten year clawback agreed within the funding agreement. The clawback is subject to a clause which is only enacted if the property is disposed of at greater than the Conservation Deficit Scheme value (detailed on the grant claim form) and would require repayment of a proportion of the grant, up to the full amount dependent upon sale price at disposal. The trustees have considered this and whilst they do not intend to dispose of the property, once this ten year period has elapsed in 2028, or if the property was disposed at a lower value, the contingent liability would cease. A charge is held over the property by the Heritage Lottery.

## **Tyne And Wear Building Preservation Trust Limited**

### **Notes to the Financial Statements for the Year Ended 31 March 2023**

#### **26 Related party transactions**

During the year the charity made the following related party transactions:

##### **Azets**

Simon Brown, the Honorary Treasurer of the Trust is a partner with Azets (previously MHA Tait Walker). During the year Azets provided accountancy and administrative services for fees of £18,688 (2022 - £15,346).

At the balance sheet date the amount due to/from Azets was £Nil (2022 - £Nil).

##### **Trustees**

During the year the Trust paid for indemnity insurance on behalf of the Trustees of an amount of £922 (2022 - £922).

At the balance sheet date the amount due to/from Trustees was £Nil (2022 - £Nil).