

NEWCASTLE CATHEDRAL TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

NEWCASTLE CATHEDRAL TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Professor J Goddard The Very Reverend G Miller Canon S Harper Canon DR Bilton Mr T Glenton Mr AM Pryor Mr MI Spriggs Reverend J Sadler Mr CM Pearson Mr PH Taylor Mr JS Smith OBE Canon J Squires Mrs HE Cunningham Ms LJ Cross
Charity number	511836
Registered office	Cathedral Church of St Nicholas Newcastle upon Tyne NE1 1DF
Independent examiner	Robson Laidler Accountants Limited Fernwood House Fernwood Road Jesmond Newcastle upon Tyne NE2 1TJ
Investment advisors	CCLA Investment Management Ltd THE CFB Church of England Funds 80 Cheapside London EC2V 6DZ

NEWCASTLE CATHEDRAL TRUST

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NEWCASTLE CATHEDRAL TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The Trust carries out its sole purpose by raising funds for the benefit of the Cathedral and meets regularly so that it may be kept informed of the Cathedral's needs and future plans.

Public Benefit

The Trust has benefitted the public by raising funds to help the Cathedral Church of St Nicholas. In doing so the Trustees of the charity are helping to maintain and improve one of the key religious and historic buildings in Newcastle upon Tyne for future generations.

Achievements and performance

Charitable activities

Again, 2021 has been quite an upside-down year! We have to admit that our Public Funding Campaign has not been a success! Our hope had been that, apart from people in the North East being caught up in it as a result of our social media campaign, churches throughout the diocese, and churches throughout the UK dedicated to St Nicholas, would have wanted to make a contribution to the Common Ground in Sacred Space development project (which would have resulted in a plaque with words of their own choosing being fixed to one of the new chairs). In the event, because of the Covid pandemic, and finances which became more and more uncertain by the day, the Public Funding Campaign only raised around £10,000. This has meant that the shortfall (which was as a result of Chapter adding additional needs to the original project) has remained stubbornly the same (and is expected to be covered by Cathedral reserves).

In the meantime, however, we continue to work away at raising the funds needed to light the external walls of the Cathedral – on both the North and West sides – and we are delighted that, since the Cathedral re-opened again in August, our two Social Action projects – the Lantern Initiative (supporting those many vulnerable people who find the Cathedral a welcoming place to come to) and, in partnership with the Oswin Project, our Café 16, which gives prison leavers a second chance, and a chance for training and building up a CV – are being very successful. Our challenge for the future, though, is to be able to source the financial resources to enable these two projects to continue, as well as enabling the excellent work of the Cathedral as a whole, to continue into the future after the official end of the National Lottery Heritage Funded Common Ground in Sacred Space Project at the end of March next year.

Financial review

The Trust's works is entirely dependent on money raised through appeals and events. In the accounting period ended 31 December 2021 the Trust received entitlement to £293,333 (2020: £527,569) in grants, legacies and donations from charitable trusts and individuals towards the funding of the development programme for the Cathedral.

During 2021, £2,818,990 (2020: £2,105,232) was either paid directly by the Trust or through the Cathedral for major elements of the development project.

All reserves are classed as restricted by the trust so the policy of the trustees is to have no free reserves.

NEWCASTLE CATHEDRAL TRUST

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Charity Constitution

The Trust is a registered charity, number 511836, and is constituted under a Trust Deed dated 1 September 1981. Its sole object is to raise funds to assist the Chapter of the Cathedral Church of St Nicholas at Newcastle upon Tyne in carrying out its duty to maintain and improve the fabric of the Cathedral Church of St Nicholas.

The trustees who served during the year and up to the date of signature of the financial statements were:

Professor J Goddard

The Very Reverend G Miller

Canon S Harper

Canon DR Bilton

Sir N Sherlock

(Resigned 1 June 2021)

Mr T Glenton

Mr AM Pryor

Mr MI Spriggs

Reverend J Sadler

Mr CM Pearson

Mr PH Taylor

Mr JS Smith OBE

Canon J Squires

Mrs HE Cunningham

Ms LJ Cross

Recruitment and appointment of new trustees

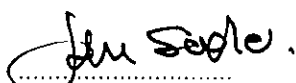
New trustees are appointed by the existing trustees (all of whom work voluntarily) and serve a period of three years after which they may seek reappointment. The Trust meets at three month intervals, with extra meetings inserted if necessary. The management of fundraising has been carried out by the Fundraising Co-ordinator, Canon John Sadler, and fundraising activities are initiated and supervised by a small sub-group of the trustees.

Risk management

The sole purpose of the Trust is "to assist the Cathedral Chapter in the restoration, improvement, development, preservation, repair, maintenance and beautification of the Cathedral and to relieve poverty" by raising funds for the Cathedral and transferring them to the Cathedral as requested by the Cathedral Chapter.

Careful accounting and programming of works minimizes the risk of the Trust committing itself to funding beyond its capabilities.

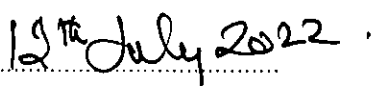
The trustees' report was approved by the Board of Trustees.



Reverend J Sadler

Trustee

Date:



NEWCASTLE CATHEDRAL TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NEWCASTLE CATHEDRAL TRUST

I report to the trustees on my examination of the financial statements of Newcastle Cathedral Trust (the charity) for the year ended 31 December 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants of England and Wales, which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe 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 financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



Nicholas Cunningham FCCA
Robson Laidler Accountants Limited
Fernwood House
Fernwood Road
Jesmond
Newcastle upon Tyne
NE2 1TJ

Dated: 11.8.22....

NEWCASTLE CATHEDRAL TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Restricted funds 2021 £	Restricted funds 2020 £
<u>Income from:</u>			
Donations and legacies	2	293,333	527,569
Investments	3	14	113
Total income		<u>293,347</u>	<u>527,682</u>
<u>Expenditure on:</u>			
Charitable activities	4	<u>2,823,761</u>	<u>2,109,240</u>
Net income/(expenditure) for the year/ Net movement in funds		(2,530,414)	(1,581,558)
Fund balances at 1 January 2021		<u>3,311,442</u>	<u>4,893,000</u>
Fund balances at 31 December 2021		<u><u>781,028</u></u>	<u><u>3,311,442</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

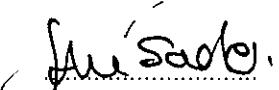
NEWCASTLE CATHEDRAL TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Current assets					
Debtors	8	563,457		2,873,788	
Investments	9	26,951		26,937	
Cash at bank and in hand		684,645		834,723	
		1,275,053		3,735,448	
Creditors: amounts falling due within one year	10	(494,025)		(424,006)	
Net current assets			781,028		3,311,442
Income funds					
Restricted funds	11		781,028		3,311,442
Unrestricted funds			-		-
			781,028		3,311,442

The financial statements were approved by the Trustees on 12th July 2022.


 Reverend J Sadler
 Trustee

NEWCASTLE CATHEDRAL TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Newcastle Cathedral Trust is an unincorporated charity (charity number: 511836). The registered office is based at the Cathedral Church of St Nicholas, Newcastle upon Tyne, NE1 1TJ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

NEWCASTLE CATHEDRAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

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

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.7 Taxation

The charity is exempt from tax on its charitable activities.

1.8 Investments

Investments are valued on an ongoing basis. The surplus or deficit on revaluation is shown in the Statement of Financial Activities.

Cash at bank and in hand

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

Short term debtors and creditors

Debtors and creditors with no interest rate which are receivable or payable within one year are recorded at transaction

2 Donations and legacies

	Restricted funds	Restricted funds
	2021	2020
	£	£
Donations and gifts	1,950	18,402
Grants	291,383	509,167
	<u>293,333</u>	<u>527,569</u>

NEWCASTLE CATHEDRAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

2 Donations and legacies

(Continued)

Grants receivable for core activities

Sir James Knott	-	15,000
WA Handley Trust	-	25,000
LNER	42,000	-
Listed Places of Worship	194,383	96,867
The Hedley Denton Charitable Trust	5,000	-
John Bell Fund	10,000	-
Catherine Cookson Trust	-	100,000
The Headley Trust	20,000	-
Goodacre Benevolent Fund	20,000	-
Squires Foundation	-	150,000
Other	-	122,300
	<u>291,383</u>	<u>509,167</u>

3 Investments

	Restricted funds	Restricted funds
	2021	2020
	£	£
Interest receivable	<u>14</u>	<u>113</u>

4 Charitable activities

	Charitable activities	Charitable activities
	2021	2020
	£	£
Insurance	1,152	1,152
Sundries	1,507	456
	<u>2,659</u>	<u>1,608</u>
Grant funding of activities (see note 5)	2,818,990	2,105,232
Share of governance costs (see note 6)	2,112	2,400
	<u>2,823,761</u>	<u>2,109,240</u>

NEWCASTLE CATHEDRAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

5 Grants payable

	Charitable activities 2021 £	Charitable activities 2020 £
Grants to institutions:		
St Nicholas Cathedral	2,795,950	2,105,232
Oswin Projects	23,040	-
	<u>2,818,990</u>	<u>2,105,232</u>

6 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Independent examiners fee	-	2,112	2,112	-	-	-
Auditors remuneration	-	-	-	-	2,400	2,400
	<u>-</u>	<u>2,112</u>	<u>2,112</u>	<u>-</u>	<u>2,400</u>	<u>2,400</u>
Analysed between Charitable activities	-	2,112	2,112	-	2,400	2,400

7 Trustees

Trustees' remuneration and benefits

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

NEWCASTLE CATHEDRAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

8 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Trade debtors	-	5,000
Prepayments and accrued income	563,457	2,868,788
	<u>563,457</u>	<u>2,873,788</u>

9 Current asset investments

	2021 £	2020 £
Unlisted investments	26,951	26,937
	<u>26,951</u>	<u>26,937</u>

10 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	42,225	221,606
Other creditors	450,000	200,000
Accruals and deferred income	1,800	2,400
	<u>494,025</u>	<u>424,006</u>

NEWCASTLE CATHEDRAL TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

11 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			
	Balance at 1 January 2020	Incoming resources	Resources expended	Balance at 1 January 2021	Incoming resources	Resources expended	Balance at 31 December 2021
	£	£	£	£	£	£	£
General restricted funds	751,680	527,682	(858,708)	420,654	293,347	(573,847)	140,154
Heritage Lottery Funds	4,119,320	-	(1,250,532)	2,868,788	-	(2,227,914)	640,874
Lantern Initiative- Moving on together fund	22,000	-	-	22,000	-	(22,000)	-
	<u>4,893,000</u>	<u>527,682</u>	<u>(2,109,240)</u>	<u>3,311,442</u>	<u>293,347</u>	<u>(2,823,761)</u>	<u>781,028</u>

General restricted Funds

The general restricted funds represent income collected by the Trust for the purpose of maintaining St Nicholas Cathedral.

Heritage Lottery Fund

The Heritage Lottery Fund represents income received towards St Nicholas Cathedral redevelopment programme.

Lantern initiative - Moving on Together Fund

This fund represents income received towards the Cathedral's social outreach project which will have a special concern for marginalised and vulnerable people including rough sleepers.

12 Related party transactions

During the year grants of £2,795,950 (2020: £2,105,232) were paid to The Cathedral Church of St Nicholas. Included in creditors due within one year is an amount of £38,333 (2020: £221,606) due to The Cathedral Church of St Nicholas. The Newcastle Cathedral Trust and The Cathedral Church of St Nicholas have a number of Trustees in common.

Included in creditors is a £200,000 loan, repayable on demand, from Canon J. Squires, a trustee of Newcastle Cathedral Trust.