

Trinity House Social Centre

Charity No. 520584

Trustees' Report and Unaudited Accounts

31 March 2023

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The trustees present their report with the unaudited financial statements of the charity for the year ended 31 March 2023.

#### REFERENCE AND ADMINISTRATIVE DETAILS

Charity No. 520584

Principal Office

134 Laygate

South Shields

Tyne and Wear

NE33 4JD

Trustees

The following trustees served during the year:

I. Carr (Appointed January  
2014)

Key Management Personnel

Chair

Ian Carr

Accountants

DJP Accountancy Limited

78 Lumley Avenue

South Shields

NE34 7DL

Bankers

Lloyds TSB

South Shields Branch

King Street

South Shields

Tyne and Wear

NE33

Solicitors

None Appointed

Investment Advisors

N/A

#### OBJECTIVES AND ACTIVITIES

Trinity House overall ethos is contained in the Charity Commission Document. The object of the Charity shall be:

The provision and maintenance of a community centre for the use of the inhabitants of South Shields with distinction of political, religious or other opinions with the object of improving the conditions of life of the said inhabitants.

#### ACHIEVEMENTS AND PERFORMANCE

Post COVID-19 Pandemic restrictions and Building refurbishment in September 2022 - Trinity House Social Centre reopened, with a significant downturn in group take up, impacting on the financial status of the Charity.

The Building also suffered structural damage during storms, which is subject to Insurance Claims. The ongoing planning and development of the charity has been extended for a further year to accommodate the issues this year has raised and the Trustees are determined to progress with the development of the charity.

The beneficiaries of the charities continue to support and engage in the forward thinking planning of the charity and have been pleased to report the positive feedback from their clients, colleagues, family and friends.

This year has also seen our policies and procedures reviewed and this process is ongoing. We are again confident that the Charity is continuing to grow in line with our expectations and development plan and we look forward to being of great value to the local and wider community.

#### FINANCIAL REVIEW

The results of the year and the charity's financial position at the end of the year are shown in the attached financial statements.

During the year the Charity had receipts of £145,905 (2022: £88,709) and payments of £150,975 (2022 :£99,747). There was an operating deficit of -£5,880 (2022: Deficit -£11,038)

The Charity currently disputes the validity of the current charges being levied by British Gas for Gas and Electricity. Issues regarding Account Ownership, VAT status and Climate Change Levy are being investigated. The liability is being recorded at the level billed by British Gas but once resolution is gained this should reduce the liability significantly.

#### PLANS FOR FUTURE PERIODS

Training is identified for Trustees when in place. Due to the final paragraph in section 4 this has caused problems in the recruitment of trustees, in some cases due to the people having the knowledge to assist also identify themselves with a conflict of interest.

The Charity will continue to promote a culture of Diversity and Equality.

#### STRUCTURE, GOVERNANCE AND MANAGEMENT

The Management Committee is the body responsible for the overall management of the Charity, financial stability, organisational policy, budget setting and review and strategic direction.

The Managing Agent has responsibility of the day to day management of the centre, the supervision of staff and volunteers, monitoring of work and of progress of targets including increasing income to ensure long term stability.

#### Statement of trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the charity's trustees

I. Carr (Appointed January 2014)

Trustee

31 March 2023

Independent Examiner's Report to the trustees of Trinity House Social Centre

I report to the trustees on my examination of the financial statements of Trinity House Social Centre for the year ended 31 March 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I can confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- the accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements 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.

DJP Accountancy Limited  
78 Lumley Avenue  
South Shields

NE34 7DL  
31 March 2023

Trinity House Social Centre  
Statement of Financial Activities  
for the year ended 31 March 2023

		Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
	Notes			
Income and endowments from:				
Other trading activities	3	142,078	142,078	80,652
Other	4	3,017	3,017	8,057
Total		145,095	145,095	88,709
Expenditure on:				
Other	5	150,975	150,975	99,746
Total		150,975	150,975	99,746
Net gains on investments		-	-	-
Net expenditure	6	(5,880)	(5,880)	(11,037)
Transfers between funds		-	-	-
Net expenditure before other gains/(losses)		(5,880)	(5,880)	(11,037)
Other gains and losses				
Net movement in funds		(5,880)	(5,880)	(11,037)
Reconciliation of funds:				
Total funds brought forward		322,942	322,942	333,980
Total funds carried forward		317,062	317,062	322,943

Trinity House Social Centre

Balance Sheet

at 31 March 2023

Charity No. 520584

		2023 £	2022 £
Fixed assets			
Tangible assets	8	370,062	373,800
		<u>370,062</u>	<u>373,800</u>
Current assets			
Debtors	9	8,430	1,264
Cash at bank and in hand		25	57
		<u>8,455</u>	<u>1,321</u>
Creditors: Amount falling due within one year	10	(61,455)	(52,178)
Net current liabilities		<u>(53,000)</u>	<u>(50,857)</u>
Total assets less current liabilities		317,062	322,943
Net assets excluding pension asset or liability		<u>317,062</u>	<u>322,943</u>
Total net assets		<u>317,062</u>	<u>322,943</u>
The funds of the charity			
Restricted funds	11		
Unrestricted funds	11		
General funds		317,062	322,942
		<u>317,062</u>	<u>322,942</u>
Reserves	11		
Total funds		<u>317,062</u>	<u>322,942</u>

Approved by the trustees on 31 March 2023

And signed on their behalf by:

I. Carr (Appointed January 2014)

Trustee

31 March 2023



## 1 Accounting policies

### Basis of preparation

The financial statements have been prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

### Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

### Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

### Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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#### Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

#### Taxation

The charity is exempt from tax on its charitable activities.

#### Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Freehold property	-1%% Straight Line
Fixture and Fittings and Equipment	-15%% Reducing Balance

#### Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

#### Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

#### Trade and other 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 due.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

#### Trade and other creditors

Short term creditors are measured at the transaction price. Other 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.

#### Research and development

Expenditure on research and development is written off in the year in which it is incurred.

#### Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

#### Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

#### Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the charity in independently administered funds.

#### Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Statement of Financial Activities - prior year

	Unrestricted funds 2022 £	Total funds 2022 £
Income and endowments from:		
Other trading activities	80,652	80,652
Other	8,057	8,057
Total	<u>88,709</u>	<u>88,709</u>
Expenditure on:		
Other	99,746	99,746
Total	<u>99,746</u>	<u>99,746</u>
Net income	<u>(11,037)</u>	<u>(11,037)</u>
Net income before other gains/(losses)	(11,037)	(11,037)
Other gains and losses:		
Net movement in funds	<u>(11,037)</u>	<u>(11,037)</u>
Reconciliation of funds:		
Total funds brought forward	333,980	333,980
Total funds carried forward	<u><u>322,943</u></u>	<u><u>322,943</u></u>

3 Income from other trading activities

	Unrestricted	Total 2023	Total 2022
	£	£	£
Catering	113,848	113,848	68,707
Room Hire	28,230	28,230	11,945
	<u>142,078</u>	<u>142,078</u>	<u>80,652</u>

4 Other income

	Unrestricted	Total 2023	Total 2022
	£	£	£
	3,017	3,017	8,057
	<u>3,017</u>	<u>3,017</u>	<u>8,057</u>

5 Other expenditure

	Unrestricted	Total 2023	Total 2022
	£	£	£
Premises costs	13,211	13,211	7,678
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	3,738	3,738	4,200
General administrative costs	3,697	3,697	1,471
Legal and professional costs	130,329	130,329	86,397
	<u>150,975</u>	<u>150,975</u>	<u>99,746</u>

6 Net expenditure before transfers

	2023	2022
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	3,738	4,200

7 Staff costs

No employee received emoluments in excess of £60,000.

8 Tangible fixed assets

	Land and buildings	Fixture and Fittings and Equipment		Total
	£	£	£	£
Cost or revaluation				
At 1 April 2022	420,000	-	1,649	421,649
At 31 March 2023	<u>420,000</u>	<u>-</u>	<u>1,649</u>	<u>421,649</u>
Depreciation and impairment				
At 1 April 2022	46,200	-	1,649	47,849
Depreciation charge for the year	3,738	-	-	3,738
At 31 March 2023	<u>49,938</u>	<u>-</u>	<u>1,649</u>	<u>51,587</u>
Net book values				
At 31 March 2023	<u>370,062</u>	<u>-</u>	<u>-</u>	<u>370,062</u>
At 31 March 2022	<u>373,800</u>	<u>-</u>	<u>-</u>	<u>373,800</u>

9 Debtors

	2023	2022
	£	£
Trade debtors	8,430	1,264
	<u>8,430</u>	<u>1,264</u>

10 Creditors:

amounts falling due within one year

	2023	2022
	£	£
Other creditors	61,455	52,178
	<u>61,455</u>	<u>52,178</u>

11 Movement in funds

	At 1 April 2022	Incoming resources (including other gains/losses ) £	Resources expended £	At 31 March 2023 £
Restricted funds:				
Unrestricted funds:				
General funds	322,942	145,095	(150,975)	317,062
Total funds	<u>322,942</u>	<u>145,095</u>	<u>(150,975)</u>	<u>317,062</u>

12 Analysis of net assets between funds

	Unrestricted funds £	Total £
Fixed assets	370,062	370,062
Net current assets	(53,000)	(53,000)
	<u>317,062</u>	<u>317,062</u>

13 Reconciliation of net debt

	At 1 April 2022 £	Cash flows £	At 31 March 2023 £
Cash and cash equivalents	57	(32)	25
	<u>57</u>	<u>(32)</u>	<u>25</u>
Net debt	<u>57</u>	<u>(32)</u>	<u>25</u>

Trinity House Social Centre  
Statement of Cash flows  
for the year ended 31 March 2023

	2023 £	2022 £
Cash flows from operating activities		
Net expenditure per Statement of Financial Activities	(5,880)	(11,037)
Adjustments for:		
Depreciation of property, plant and equipment	3,738	4,200
Dividends, interest and rents from investments	(3,017)	(8,057)
Increase in trade and other receivables	(7,166)	(664)
Increase in trade and other payables	9,277	6,998
Net cash used in operating activities	<u>(3,048)</u>	<u>(8,560)</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	3,017	8,057
Net cash from investing activities	<u>3,017</u>	<u>8,057</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents	(31)	(503)
Cash and cash equivalents at the beginning of the year	57	1,161
Cash and cash equivalents at the end of the year	<u>26</u>	<u>658</u>
Components of cash and cash equivalents		
Cash and bank balances	25	57
	<u>25</u>	<u>57</u>

Trinity House Social Centre  
Detailed Statement of Financial Activities  
for the year ended 31 March 2023

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:			
Other trading activities			
Catering	113,848	113,848	68,707
Room Hire	28,230	28,230	11,945
	<u>142,078</u>	<u>142,078</u>	<u>80,652</u>
Other			
	3,017	3,017	8,057
	<u>3,017</u>	<u>3,017</u>	<u>8,057</u>
Total income and endowments	145,095	145,095	88,709
Expenditure on:			
Premises costs			
Light, heat and power	9,277	9,277	6,998
Other premises costs	3,934	3,934	680
	<u>13,211</u>	<u>13,211</u>	<u>7,678</u>
General administrative costs, including depreciation and amortisation			
Depreciation of Fixture and Fittings and Equipment	-	-	-
Depreciation of	3,738	3,738	4,200
Bank charges	14	14	-
Equipment expensed	5	5	-
General insurances	3,678	3,678	1,471
	<u>7,435</u>	<u>7,435</u>	<u>5,671</u>
Legal and professional costs			
Management charges	130,329	130,329	86,397
	<u>130,329</u>	<u>130,329</u>	<u>86,397</u>
Total of expenditure of other costs	<u>150,975</u>	<u>150,975</u>	<u>99,746</u>
Total expenditure	150,975	150,975	99,746
Net gains on investments	-	-	-
	<u>(5,880)</u>	<u>(5,880)</u>	<u>(11,037)</u>
Net expenditure			
Net expenditure before other gains/(losses)	<u>(5,880)</u>	<u>(5,880)</u>	<u>(11,037)</u>
Other Gains	-	-	-
	<u>(5,880)</u>	<u>(5,880)</u>	<u>(11,037)</u>
Net movement in funds	<u>(5,880)</u>	<u>(5,880)</u>	<u>(11,037)</u>
Reconciliation of funds:			



Trinity House Social Centre  
Detailed Statement of Financial Activities

Total funds brought forward	322,942	322,942	333,980
Total funds carried forward	<u>317,062</u>	<u>317,062</u>	<u>322,943</u>