

REGISTERED COMPANY NUMBER: 02456427 (England and Wales)
REGISTERED CHARITY NUMBER: 702916

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2021
for
Community Ventures (Middlesbrough) Ltd.

Community Ventures (Middlesbrough) Ltd.

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for the Year Ended 31 March 2021**

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**Report of the Trustees
for the Year Ended 31 March 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of 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).

We have had a very busy year at Community Ventures (Middlesbrough) Ltd as we navigated our way through the Global COVID 19 Pandemic. During the year we have assisted the local community with access to support, wellbeing activities and we are aware that work is more needed than ever.

In light of the pandemic, we have adapted the services we offer and can deliver them virtually during the multiple national lockdowns. We have had a great community uptake in the activities we have offered and have had a lot of successful feedback as to how positively impactful they have been. Our model has been developed to ensure we are able to build back better and continue to deliver our objectives.

Increasing awareness of the charity has been a big focus over the last year, as well as increasing our stakeholder engagement. We have focused on securing funding for new and on-going projects to ensure our service can be accessed by as many members of the local community as possible.

We hope to carry on the momentum we have gained over the past year into the future and continue to expand and grow the charity services.

OBJECTIVES AND ACTIVITIES

Objectives and activities

The objectives of Community Ventures (Middlesbrough) Ltd described in its Memorandum and Articles of Association are:

"To relieve poverty and advance education amongst persons in the United Kingdom, with particular regard to such persons who are unemployed or are suffering the consequences of unemployment, through the provision of vocational training and through such charitable means as may be deemed appropriate".

"The promotion for the public benefit of urban or rural regeneration in areas of social and economic deprivation (and in particular East Middlesbrough) ..."

To further those objects, our policies include:

- o Setting-up and ownership of sustainable community businesses
- o Directly employing people on appropriate conditions
- o Supporting measures to assist unemployed people to access available jobs
- o Linking and collaborating with other organisations
- o Community regeneration activities

Public benefit

The trustees have complied with the duty to have due regard to the public benefit guidance published by the Charity Commission.

**Report of the Trustees
for the Year Ended 31 March 2021**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the past year the Charity has:

- o Provided Mental wellbeing activities delivered both virtually and in person (following government guidelines)
- o Outdoor learning activities
- o Collaborated with other local complimentary VCSEs to help widen the scope of services on offer
- o Supported the local community with art supplies to contribute to and facilitate lockdown activities, reduce boredom and improve mental health.
- o Provided one to one support to assist local residents develop their skills and support them in seeking employment
- o Continued to support local groups through hosting and support from its base in Thorntree
- o Provided a business support service to Third Sector organisations to develop their capacity and sustainability
- o Working collaboratively with other organisations to support the development of community initiatives
- o Worked with beyond profit organisations including the following, in a charitable capacity:
 - ABC East Middlesbrough Boxing Club
 - Ageing Better Middlesbrough
 - Arch
 - Cleveland Fire Brigade
 - Mental Health Concern
 - Middlesbrough Voluntary Development Agency
 - Middlesbrough & Stockton MIND
 - NEPACS
 - Ragdoll
 - Re-Wilding Adventure
 - Routes to Work
 - SARC
 - Step Forward Tees Valley
 - Sport England
 - Tees Valley Community Foundation
 - The Hope Foundation
 - The Junction Foundation
 - The Link CIC
 - You've Got This

During the year, the charity introduced additional services to meet increased demand for mental health support, to address social isolation, financial inclusion, and to promote digital inclusion. These included:

- o Offered volunteering opportunities with the charity to help local people develop their confidence and skills to further employment opportunities
 - o Delivered our outdoor wellbeing employment programme, "Progress," for unemployed local people who identified themselves as having a mental health issue.
 - o Introduced a weekly drop-in employment group to support local people with job search, CV writing, and application writing.
 - o Introduced a weekly tea and cake group to reduce social isolation.
 - o Introduced Tea and Tech fortnightly group to support over 50's with digital skills
 - o Introduced therapeutic art sessions to support mental health
- To maintain an active profile of support and social networking, CVL continued and developed its membership and participation in several national, regional, and local organizations. These include:
- o NCVO
 - o Vonne
 - o YGT

We built on the presence we have on social media, we have employed a Communications and Marketing assistant. The new staff member has added value to the team and increased interaction with the local community, other charities and businesses' and stakeholders.

The charity continues to operate in a challenging funding environment with limited funding opportunities following the Pandemic. The board is confident that a positive future awaits for the organisation as our ongoing focus will be continued funding charitable activities we offer.

Community Ventures (Middlesbrough) Ltd.

Report of the Trustees for the Year Ended 31 March 2021

FINANCIAL REVIEW

The charity continues to apply the funds at its disposal for the benefit of the community.

Reserves policy

The Trustees and Directors have given careful consideration to an appropriate reserve policy. The Trustees and Directors aim to maintain a reserve level equal to six months operating costs. These reserves, when available, will be for the use at the Trustees' and Directors' discretion, in furtherance of the charity's objects.

In particular, such reserves shall be maintained for use against future uncertainties, for example:

- o to take advantage of change an opportunity
- o to absorb setbacks
- o to provide for contingencies
- o to minimise business risks

Unallocated reserves will be maximised for their use in benefiting the charity subject to company needs and statutory requirements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Charity is a charitable company, limited by guarantee. Each member has agreed to guarantee an amount of £1 in the event of the charity's being wound up. At 31 March 2021 there were 183 members. It was incorporated on 29 December 1989 and is governed by a Memorandum and Articles of Association, which were amended on 15 December 2000, at which time the company changed its name from East Middlesbrough Community Venture to Community Ventures (Middlesbrough) Ltd, on 6 December 2011 and on 28 February 2017.

Recruitment and appointment of new trustees

As set out in the Articles of Association, the Board of Trustees (who are also the Directors) comprises no more than 7 members.

All Trustees are elected at each Annual General Meeting.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

02456427 (England and Wales)

Registered Charity number

702916

Registered office

The Greenway Centre
The Greenway
Thorntree
Middlesbrough
Cleveland
TS3 9PA

Trustees

M Milen
D Judge (resigned 31.1.21)
D Coates
M P Jenkins

Community Ventures (Middlesbrough) Ltd.

**Report of the Trustees
for the Year Ended 31 March 2021**

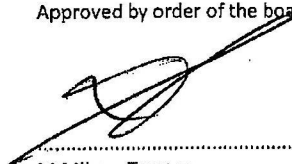
REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Davies Tracey
Chartered Accountants and Business Advisers
Swan House
Westpoint Road
Teesdale Business Park
Stockton on Tees
TS17 6BP

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 2nd December 2021 and signed on its behalf by:


.....
M Milen - Trustee

**Independent Examiner's Report to the Trustees of
Community Ventures (Middlesbrough) Ltd.**

Independent examiner's report to the trustees of Community Ventures (Middlesbrough) Ltd. ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

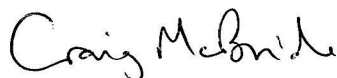
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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



Craig McBride
FCA
Davies Tracey
Chartered Accountants and Business Advisers
Swan House
Westpoint Road
Teesdale Business Park
Stockton on Tees
TS17 6BP

Date: 3 / 12 / 21

Community Ventures (Middlesbrough) Ltd.

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2021

		2021 Unrestricted fund £	2020 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Charitable activities	3		
Provision of charitable services		115,432	43,039
Investment income	2	1	2,192
Other income		<u>52,572</u>	<u>-</u>
Total		168,005	45,231
 EXPENDITURE ON			
Charitable activities	4		
Provision of charitable services		<u>176,187</u>	<u>161,863</u>
 NET INCOME/(EXPENDITURE)		(8,182)	(116,632)
 RECONCILIATION OF FUNDS			
Total funds brought forward		<u>137,076</u>	<u>253,708</u>
 TOTAL FUNDS CARRIED FORWARD		<u>128,894</u>	<u>137,076</u>

The notes form part of these financial statements

Balance Sheet
31 March 2021

	Notes	2021 Unrestricted fund £	2020 Total funds £
FIXED ASSETS			
Tangible assets	10	45,561	56,234
CURRENT ASSETS			
Debtors	11	5,483	32,678
Cash at bank		<u>86,711</u>	<u>51,738</u>
		92,194	84,416
CREDITORS			
Amounts falling due within one year	12	<u>(8,861)</u>	<u>(3,574)</u>
NET CURRENT ASSETS		<u>83,333</u>	<u>80,842</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>128,894</u>	<u>137,076</u>
NET ASSETS		<u><u>128,894</u></u>	<u><u>137,076</u></u>
FUNDS	14		
Unrestricted funds		<u>128,894</u>	<u>137,076</u>
TOTAL FUNDS		<u><u>128,894</u></u>	<u><u>137,076</u></u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.


The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 2nd December 21 and were signed on its behalf by:


M. Millen - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £1.

Community Ventures (Middlesbrough) Ltd. is a private company, limited by guarantee, registered in England and Wales. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member. The company's registered number and registered office address can be found on page 3. The nature of the company's operations and principal activities are to relieve poverty and advance education through the provision of vocational training and to promote regeneration in areas of social and economic deprivation.

Income

All incoming resources are included in the SOFA when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources.

Tangible fixed assets

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

Leasehold extension	- over 7 years
Equipment	- over 5 years

Tangible fixed assets are stated at cost less accumulated depreciation.

Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021**1. ACCOUNTING POLICIES - continued****Grants**

Coronavirus Job Retention Scheme and Business Support grants are accounted for on an accruals basis and are included within other income.

2. INVESTMENT INCOME

	2021	2020
	£	£
Bank interest	-	569
Interest on loan to subsidiary	<u>1</u>	<u>1,623</u>
	<u>1</u>	<u>2,192</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2021	2020
		£	£
Consultancy and other income	Provision of charitable services	<u>115,432</u>	<u>43,039</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 5)	Totals
	£	£	£
Provision of charitable services	<u>116,572</u>	<u>59,615</u>	<u>176,187</u>

5. SUPPORT COSTS

	Management	Governance costs	Totals
	£	£	£
Provision of charitable services	<u>52,407</u>	<u>7,208</u>	<u>59,615</u>

Support costs, included in the above, are as follows:

Management

	2021	2020
	Provision of charitable services	Total activities
	£	£
Hire of plant and machinery	5,990	1,215
Insurance	1,836	2,965
Telephone	2,382	1,852
Postage and stationery	1,046	8,447
Advertising	5,516	918
Sundries	11,766	5,984
Travel	362	429
Memberships and subscriptions	536	686
Premises Expenses	10,667	11,860
Recruitment Costs	1,552	-
Depreciation of tangible and heritage assets	10,673	10,142
Bank interest	<u>81</u>	<u>81</u>
	<u>52,407</u>	<u>44,579</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation - owned assets	10,673	10,141
Hire of plant and machinery	5,990	1,215
Independent examiner's fees	<u>800</u>	<u>750</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

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

8. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	85,632	62,479
Social security costs	5,703	2,683
Other pension costs	<u>502</u>	<u>-</u>
	<u>91,837</u>	<u>65,162</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Provision of charitable services	1	1
Management and administration	<u>2</u>	<u>2</u>
	<u>3</u>	<u>3</u>

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

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

The results for the year ended 31 March 2020 were entirely in respect of unrestricted funds.

10. TANGIBLE FIXED ASSETS

	Leasehold extension £	Equipment £	Totals £
COST			
At 1 April 2020 and 31 March 2021	<u>253,440</u>	<u>70,436</u>	<u>323,876</u>
DEPRECIATION			
At 1 April 2020	203,782	63,860	267,642
Charge for year	<u>8,602</u>	<u>2,071</u>	<u>10,673</u>
At 31 March 2021	<u>212,384</u>	<u>65,931</u>	<u>278,315</u>
NET BOOK VALUE			
At 31 March 2021	<u>41,056</u>	<u>4,505</u>	<u>45,561</u>
At 31 March 2020	<u>49,658</u>	<u>6,576</u>	<u>56,234</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	3,270	6,122
Other debtors	<u>2,213</u>	<u>26,556</u>
	<u>5,483</u>	<u>32,678</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	1,219	677
Social security and other taxes	1,089	-
Other creditors	4,054	398
Accruals and deferred income	<u>2,499</u>	<u>2,499</u>
	<u>8,861</u>	<u>3,574</u>

13. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021 £	2020 £
Within one year	580	580
Between one and five years	<u>890</u>	<u>1,470</u>
	<u>1,470</u>	<u>2,050</u>

14. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	137,076	(8,182)	128,894
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>137,076</u>	<u>(8,182)</u>	<u>128,894</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	168,005	(176,187)	(8,182)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>168,005</u>	<u>(176,187)</u>	<u>(8,182)</u>

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	253,708	(116,632)	137,076
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>253,708</u>	<u>(116,632)</u>	<u>137,076</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	45,231	(161,863)	(116,632)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>45,231</u>	<u>(161,863)</u>	<u>(116,632)</u>

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021.

Community Ventures (Middlesbrough) Ltd.

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2021**

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Investment income		
Bank interest	-	569
Interest on loan to subsidiary	<u>1</u>	<u>1,623</u>
	1	2,192
Charitable activities		
Consultancy and other income	115,432	43,039
Other income		
Business support grant	10,000	-
Job retention scheme	<u>42,572</u>	<u>-</u>
	<u>52,572</u>	<u>-</u>
Total incoming resources	168,005	45,231
EXPENDITURE		
Charitable activities		
Wages	85,632	62,479
Social security	5,703	2,683
Pensions	502	-
Premises Expenses	10,754	410
Property Management	-	9,600
Consultants	-	9,246
Reimbursement to CSEL	4,343	4,500
Training	4,049	12,904
Art supplies	<u>5,589</u>	<u>-</u>
	116,572	101,822
Support costs		
Management		
Hire of plant and machinery	5,990	1,215
Insurance	1,836	2,965
Telephone	2,382	1,852
Postage and stationery	1,046	8,447
Advertising	5,516	918
Sundries	11,766	5,984
Travel	362	429
Memberships and subscriptions	536	686
Premises Expenses	10,667	11,860
Recruitment Costs	1,552	-
Long leasehold	8,602	8,436
Computer equipment	2,071	1,706
Bank interest	<u>81</u>	<u>81</u>
	52,407	44,579

This page does not form part of the statutory financial statements

Community Ventures (Middlesbrough) Ltd.

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2021**

	2021 £	2020 £
Management		
Governance costs		
Accountancy fees	7,195	7,971
Legal fees	13	<u>7,491</u>
	<u>7,208</u>	<u>15,462</u>
 Total resources expended	 <u>176,187</u>	 <u>161,863</u>
 Net expenditure	 <u>(8,182)</u>	 <u>(116,632)</u>

This page does not form part of the statutory financial statements