

**Charity registration number 702916**

**Company registration number 02456427 (England and Wales)**

**COMMUNITY VENTURES (MIDDLESBROUGH) LTD.  
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr M P Jenkins Mr M Milen Mrs A E Bayley	(Appointed 7 June 2022)
<b>Charity number</b>	702916	
<b>Company number</b>	02456427	
<b>Registered office</b>	The Greenway Centre 101 The Greenway Middlesbrough England TS3 9PA	
<b>Independent examiner</b>	Davies Tracey Swan House Westpoint Road Teesdale Business Park Stockton on Tees TS17 6BP	

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# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

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# **COMMUNITY VENTURES (MIDDLESBROUGH) LTD.**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### ***FOR THE YEAR ENDED 31 MARCH 2022***

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The trustees present their annual report and financial statements for the year ended 31 March 2022.

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 2022. 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 Venutures (Middlesbrough) Ltd as we navigated our way through the aftermath of the Global COVID 19 Pandemic. During the year we have assisted the local community with access to support, wellbeing activities and we are aware our 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 lots 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**

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

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

#### **Public benefit**

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

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

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### Achievements and performance

#### Charitable activities

The past year has seen the Charity help support local residents deal with the aftermath of the challenges of the Covid-19 pandemic, the impacts of which had a disproportionate impact on the area. Throughout the year the area showed the strength and depth of local connections and came together to mitigate the worst of the impacts.

In addition, we continued to

- o Provided Mental wellbeing activities.
- o Outdoor learning activities
- o Collaborated with local VCSE and other stakeholders to enhance the level and scope of local services
- o Provided one to one and group support to assist local residents improve their chances of securing sustainable employment.
- o Continued to support local groups through hosting and support from our base in Thorntree
- o Worked with VCS organisations including the following, in a charitable capacity:
  - ABC East Middlesbrough Boxing Club
  - Ageing Better Middlesbrough
  - Mental Health Concern
  - Middlesbrough Voluntary Development Agency
  - Middlesbrough & Stockton MIND
  - NEPACS
  - North Ormesby Development Trust
  - 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

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 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 national, regional, and local organizations. These include:

- NCVO
- Vonne
- YGT
- Locality

We continued to invest in and to provide training for staff and volunteers and saw a number access new employment opportunities as a result.

The board remains confident that the organisation has a strong platform from which to build our support for ongoing charitable activity.

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

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### 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 2022 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.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr D Coates	(Resigned 20 June 2022)
Mr M P Jenkins	
Mr M Milen	
Mrs A E Bayley	(Appointed 7 June 2022)

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.

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

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### Reference and Administrative Details

**Registered Company number**

02456427 (England and Wales)

**Registered Charity number**

702916

**Registered office**

The Greenway Centre  
The Greenway  
Thorn tree  
Middlesbrough  
Cleveland  
TS3 9PA

**Trustees**

M Milen

D Judge (resigned 31.1.21)

D Coates (resigned 20.6.22)

M P Jenkins

A E Bayley (appointed 7.6.22)

**Director of Operations**

R Gault

**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.



Mr M Milen

**Trustee**

Date: 20/10/2022

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

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I report to the charity trustees on my examination of the financial statements of Community Ventures (Middlesbrough) Ltd. for the year ended 31 March 2022.

#### **Responsibilities and basis of report**

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

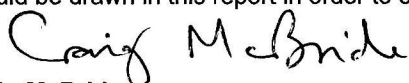
Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (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**

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 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements 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

Dated: 20/10/2022



# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Unrestricted funds 2021 £
	Notes		
<b><u>Income and endowments from:</u></b>			
Charitable activities	3	179,941	115,432
Other income		12,124	52,572
<b>Total income</b>		<u>192,065</u>	<u>168,004</u>
<b><u>Expenditure on:</u></b>			
Charitable activities		<u>245,938</u>	<u>176,185</u>
<b>Net expenditure for the year/ Net movement in funds</b>		(53,873)	(8,181)
Fund balances at 1 April 2021		<u>128,896</u>	<u>137,076</u>
<b>Fund balances at 31 March 2022</b>		<u><u>75,023</u></u>	<u><u>128,895</u></u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
<b>Fixed assets</b>					
Tangible assets	7		34,671		45,562
<b>Current assets</b>					
Debtors	8	3,186		5,484	
Cash at bank and in hand		46,329		86,711	
		49,515		92,195	
<b>Creditors: amounts falling due within one year</b>	9	(9,163)		(8,862)	
Net current assets			40,352		83,333
<b>Total assets less current liabilities</b>			75,023		128,895
<b>Income funds</b>					
Unrestricted funds			75,023		128,895
			75,023		128,895

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 20/10/2022 and were signed on its behalf by:

  
Mr M Milen  
Trustee

Company registration number 02456427

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 31 MARCH 2022**

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### **1 Accounting policies**

#### **Charity information**

Community Ventures (Middlesbrough) Ltd. is a private company limited by guarantee incorporated in England and Wales. The registered office is The Greenway Centre, 101 The Greenway, Middlesbrough, TS3 9PA, England.

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, 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.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

#### **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.

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

### 1 Accounting policies

(Continued)

#### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold extension	over 7 years
Equipment	over 5 years

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 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.

#### 1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

#### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2022

#### 1 Accounting policies

(Continued)

##### **Basic financial liabilities**

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### **Derecognition of financial liabilities**

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

#### 1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

#### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### 3 Charitable activities

	Charitable Income 2022 £	Charitable Income 2021 £
Provision of charitable services	179,941	115,432

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

### 4 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Depreciation	10,890	-	10,890	10,673	-	10,673
Hire of plant and machinery	8,723	-	8,723	5,990	-	5,990
Postage and stationery	1,286	-	1,286	1,046	-	1,046
Advertising	11,956	-	11,956	5,516	-	5,516
Sundries	14,144	-	14,144	11,765	-	11,765
Travel	1,204	-	1,204	362	-	362
Membership and subscriptions	1,489	-	1,489	536	-	536
Premises expenses	18,451	-	18,451	10,667	-	10,667
Recruitment costs	-	-	-	1,552	-	1,552
Bank charges	77	-	77	81	-	81
Insurance	2,892	-	2,892	1,836	-	1,836
Telephone	2,254	-	2,254	2,382	-	2,382
Accountancy fees	-	7,580	7,580	-	7,195	7,195
Legal fees	-	556	556	-	13	13
	<u>73,366</u>	<u>8,136</u>	<u>81,502</u>	<u>52,406</u>	<u>7,208</u>	<u>59,614</u>
Analysed between Charitable activities	<u>73,366</u>	<u>8,136</u>	<u>81,502</u>	<u>52,406</u>	<u>7,208</u>	<u>59,614</u>

The fee payable to Davies Tracey for the independent examination of the financial statements was £850 (2021: £800). Other fees payable to Davies Tracey were £6,730 (2021: £6,395).

### 5 Trustees

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

### 6 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Provision of charitable services	3	1
Management and administration	2	2
	<u>5</u>	<u>3</u>
Total	<u>5</u>	<u>3</u>

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

### 6 Employees (Continued)

Employment costs	2022 £	2021 £
Wages and salaries	130,786	85,632
Social security costs	8,706	5,703
Other pension costs	1,270	502
	<u>140,762</u>	<u>91,837</u>

There were no employees whose annual remuneration was more than £60,000.

### 7 Tangible fixed assets

	Leasehold extension £	Equipment £	Total £
<b>Cost</b>			
At 1 April 2021	253,440	70,436	323,876
At 31 March 2022	<u>253,440</u>	<u>70,436</u>	<u>323,876</u>
<b>Depreciation and impairment</b>			
At 1 April 2021	212,384	65,931	278,315
Depreciation charged in the year	9,032	1,858	10,890
At 31 March 2022	<u>221,416</u>	<u>67,789</u>	<u>289,205</u>
<b>Carrying amount</b>			
At 31 March 2022	<u>32,024</u>	<u>2,647</u>	<u>34,671</u>
At 31 March 2021	<u>41,057</u>	<u>4,505</u>	<u>45,562</u>

### 8 Debtors

	2022 £	2021 £
<b>Amounts falling due within one year:</b>		
Trade debtors	3,186	3,270
Other debtors	-	2,214
	<u>3,186</u>	<u>5,484</u>

# COMMUNITY VENTURES (MIDDLESBROUGH) LTD.

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2022**

**9 Creditors: amounts falling due within one year**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Other taxation and social security	2,060	1,089
Trade creditors	833	1,220
Other creditors	1,771	4,054
Accruals and deferred income	4,499	2,499
	<u>9,163</u>	<u>8,862</u>

**10 Operating lease commitments**

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Within one year	580	580
Between two and five years	310	890
	<u>890</u>	<u>1,470</u>

**11 Related party transactions**

There were no disclosable related party transactions during the year (2021 - none).