

Fairhill Youth Centre
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2023

Fairhill Youth Centre

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2023

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Fairhill Youth Centre

Company Limited by Guarantee

Directors' Annual Report (Incorporating the Trustee Report)

Year ended 31 March 2023

The directors, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name Fairhill Youth Centre

Charity registration number NIC102760

Company registration number NI613538

Principal office and registered office 3 Tirkane Road
Maghera
Co Derry
BT46 5AG

The directors

Deirdre McKenna
Kathleen Lagan
Bernadette McErlean
Margaret Woods
John Donnelly
Donal Mullan

Independent examiner Patrick O'Hagan
PFS Accountants and Auditors Ltd
122 Main Street
Dungiven
Co Derry
BT47 4LG

Structure, governance and management

Fairhill Youth Centre is a company limited by guarantee and accepted as charitable by HMRC. The company was incorporated on 9 July 2012. The company was established under a Memorandum of Association which established the objects and powers of the company and is governed by its Articles of Association. The board consists of the six directors.

Objectives and activities

The principal activity of the Fairhill Youth Centre during the year was the promotion of benefits to children in the Maghera area, to educate and assist such children and young people through their leisure-time activities so as to develop their physical, mental and emotional capacities.

Fairhill Youth Centre

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Directors' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Financial review

The financial results of the company for the year ended 31 March 2023 are in line with expectations.

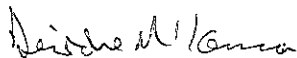
The centres main source of income remain grant income. Grant income has increased in the year to 31 March 2023. Income from other sources such as membership fees and fundraising as increased in the year ended 31 March 2023.

During the year ended 31 March 2023 the company made a net surplus of £5,966, this is shown on page 4 to the accounts.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The directors' annual report was approved on 19 January 2024 and signed on behalf of the board of trustees by:



Deirdre McKenna
Director

Fairhill Youth Centre

Company Limited by Guarantee

Independent Examiner's Report to the Directors of Fairhill Youth Centre

Year ended 31 March 2023

I report to the directors on my examination of the financial statements of Fairhill Youth Centre ('the charity') for the year ended 31 March 2023.

Responsibilities and basis of report

As the directors of the company (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 Charities Act (Northern Ireland) 2008 (the '2008 Act') and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

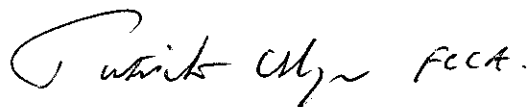
Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements as carried out under section 65 of the 2008 Act. In carrying out my examination I have followed the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the 2008 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with my 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 confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



Patrick O'Hagan
Independent Examiner
PFS Accountants and Auditors Ltd
122 Main Street
Dungiven
Co Derry
BT47 4LG

Fairhill Youth Centre

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Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2023

		Unrestricted funds £	2023 Restricted funds £	Total funds £	2022 Total funds £
	Note				
Income and endowments					
Donations and legacies	5	3,339	41,603	44,942	19,810
Other trading activities	6	11,696	—	11,696	4,980
Total income		<u>15,035</u>	<u>41,603</u>	<u>56,638</u>	<u>24,790</u>
Expenditure					
Expenditure on charitable activities	7,8	9,069	41,603	50,672	37,296
Total expenditure		<u>9,069</u>	<u>41,603</u>	<u>50,672</u>	<u>37,296</u>
Net income/(expenditure) and net movement in funds		<u>5,966</u>	<u>—</u>	<u>5,966</u>	<u>(12,506)</u>
Reconciliation of funds					
Total funds brought forward		1,718	—	1,718	14,224
Total funds carried forward		<u>7,682</u>	<u>—</u>	<u>7,682</u>	<u>1,718</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 15 form part of these financial statements.

Fairhill Youth Centre

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Statement of Financial Position

31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	13	195,506	210,526
Current assets			
Debtors	14	4,719	1,470
Cash at bank and in hand		4,913	2,577
		<u>9,632</u>	<u>4,047</u>
Creditors: amounts falling due within one year	15	<u>1,207</u>	<u>4,551</u>
Net current assets		<u>8,425</u>	<u>(504)</u>
Total assets less current liabilities		203,931	210,022
Creditors: amounts falling due after more than one year	16	33,076	32,333
Provision for liabilities and charges		163,173	175,973
Net assets		<u>7,682</u>	<u>1,718</u>
Funds of the charity			
Unrestricted funds		7,682	1,718
Total charity funds	20	<u>7,682</u>	<u>1,718</u>

For the year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

The statement of financial position
continues on the following page.

The notes on pages 7 to 15 form part of these financial statements.

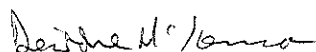
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Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 March 2023

These financial statements were approved by the board of trustees and authorised for issue on 19 January 2024, and are signed on behalf of the board by:



Deirdre McKenna
Director

The notes on pages 7 to 15 form part of these financial statements.

Fairhill Youth Centre

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Northern Ireland and a registered charity in Northern Ireland. The address of the registered office is 3 Tirkane Road, Maghera, Co Derry, BT46 5AG.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the directors for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Fairhill Youth Centre

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Fairhill Youth Centre

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	- 25% reducing balance
Tenant Improvements	- 5% straight line

Impairment of fixed assets

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

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Fairhill Youth Centre

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

Fairhill Youth Centre

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The Company is limited by guarantee of its members and does not have share capital. The liability of members is limited to £1.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Grants			
Grants receivable	<u>3,339</u>	<u>41,603</u>	<u>44,942</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Grants			
Grants receivable	<u>2,300</u>	<u>17,510</u>	<u>19,810</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Membership fees	8,827	8,827	3,775	3,775
Fundraising events	<u>2,869</u>	<u>2,869</u>	<u>1,205</u>	<u>1,205</u>
	<u>11,696</u>	<u>11,696</u>	<u>4,980</u>	<u>4,980</u>

Fairhill Youth Centre

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Direct charitable expenditure	4,832	17,022	21,854
Other costs	4,237	24,581	28,818
	<u>9,069</u>	<u>41,603</u>	<u>50,672</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Direct charitable expenditure	16,313	2,620	18,933
Other costs	3,473	14,890	18,363
	<u>19,786</u>	<u>17,510</u>	<u>37,296</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Direct charitable expenditure	21,854	–	21,854	18,933
Other costs	–	28,818	28,818	18,363
	<u>21,854</u>	<u>28,818</u>	<u>50,672</u>	<u>37,296</u>

9. Net income/(expenditure)

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

	2023 £	2022 £
Depreciation of tangible fixed assets	<u>15,020</u>	<u>14,914</u>

10. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>890</u>	<u>1,050</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	12,305	14,016
Employer contributions to pension plans	8	—
	<u>12,313</u>	<u>14,016</u>

The average head count of employees during the year was 3 (2022: 3).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

12. Trustee remuneration and expenses

None of the trustees received remuneration during the year ended 31 March 2023.

13. Tangible fixed assets

	Fixtures and fittings £	User defined asset £	Total £
Cost			
At 1 April 2022 and 31 March 2023	<u>23,584</u>	<u>297,800</u>	<u>321,384</u>
Depreciation			
At 1 April 2022	23,064	87,794	110,858
Charge for the year	130	14,890	15,020
At 31 March 2023	<u>23,194</u>	<u>102,684</u>	<u>125,878</u>
Carrying amount			
At 31 March 2023	<u>390</u>	<u>195,116</u>	<u>195,506</u>
At 31 March 2022	<u>520</u>	<u>210,006</u>	<u>210,526</u>

14. Debtors

	2023	2022
	£	£
Prepayments and accrued income	—	1,470
Other debtors	<u>4,719</u>	<u>—</u>
	<u>4,719</u>	<u>1,470</u>

Fairhill Youth Centre

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

15. Creditors: amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	850	850
Social security and other taxes	67	—
Other creditors – Grants various	—	3,701
	<u>917</u>	<u>4,551</u>

16. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Other creditors – Grants various	33,076	32,333
	<u>33,076</u>	<u>32,333</u>

17. Deferred income

	2023	2022
	£	£
At 1 April 2022	175,973	188,771
Released to profit and loss account	(12,800)	(12,798)
At 31 March 2023	<u>163,173</u>	<u>175,973</u>

18. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £8 (2022: £Nil).

19. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2023	2022
	£	£
Recognised in creditors:		
Deferred government grants due after more than one year	<u>163,173</u>	<u>175,973</u>

Fairhill Youth Centre

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

20. Analysis of charitable funds

Unrestricted funds

	At 1 April 2022	Income £	Expenditure £	At 31 March 2023 £
General funds	1,718	15,035	(9,069)	7,682

	At 1 April 2021	Income £	Expenditure £	At 31 March 2022 £
General funds	14,224	7,280	(19,786)	1,718

Restricted funds

	At 1 April 2022	Income £	Expenditure £	At 31 March 2023 £
Restricted Fund	—	41,603	(41,603)	—

	At 1 April 2021	Income £	Expenditure £	At 31 March 2022 £
Restricted Fund	—	17,510	(17,510)	—