

**REGISTERED COMPANY NUMBER: 2339437 (England and Wales)**  
**REGISTERED CHARITY NUMBER. 702186**

**REPORT OF THE TRUSTEES AND  
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR  
ENDED 31 MARCH 2012  
FOR  
HULL COMPACT LIMITED**



Rackham's  
Chartered Certified Accountants  
3 Melton Park  
Redcliff Road  
Melton  
East Yorkshire  
HU14 3RS

**HULL COMPACT LIMITED**

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FOR THE YEAR ENDED 31 MARCH 2012**

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# **HULL COMPACT LIMITED**

## **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012**

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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 2012. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

### **REFERENCE AND ADMINISTRATIVE DETAILS**

#### **Registered Company number**

2339437 (England and Wales)

#### **Registered Charity number**

702186

#### **Registered office**

First Floor  
258 Anlaby Road  
Hull  
HU3 2RS

#### **Trustees**

M A Clark (Chairman)  
C Brown (Vice Chairman)  
G Munn (Treasurer)

Acting Chair

K Beaton  
D Quigley  
P J S Shipp  
T Anastasi

S Argent  
C Randall

- resigned 31 5 2011

R Stevens

H O'Mullane

- appointed 31 5 2011

#### **Company Secretary**

D Bull

#### **Independent Examiner**

T M Rackham  
FCCA  
Rackham's  
Chartered Certified Accountants  
3 Melton Park  
Redcliff Road  
Melton  
East Yorkshire  
HU14 3RS

#### **Bankers**

HSBC  
55 Whitefriargate  
Hull  
HU1 2HX

#### **Solicitors**

Rollits  
Wilberforce Court  
High Street  
HULL  
HU1 1YJ

## **HULL COMPACT LIMITED**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012**

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#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Executive committee**

The directors who are trustees for the purpose of charity law who acted during the year 2010-2011 are detailed on the first page of these financial statements

In accordance with clauses 32 and 33 of the Articles of Association all directors should retire at the Annual General Meeting. The retiring directors and officers shall be eligible for re-election.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The company is a registered charity and company limited by guarantee. In accordance with the constitution of the company every member undertakes to contribute such amount as may be required (not exceeding £1) to the assets if it should be wound up.

##### **Organisational structure**

The directors of the company form an executive committee who represent their organisations as members of the company. Appointment of directors is confirmed at the Annual General Meeting. The directors meet on a regular basis and are supported in their governance of the charity's affairs by a management team including appropriately qualified persons in key areas. Directors receive no remuneration in accordance with the provisions of both its Memorandum and Articles of Association and the Charities Act.

##### **Risk management**

The trustees have conducted a review of the major risks to which the charity is exposed and systems have been established to mitigate those risks. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

#### **OBJECTIVES AND ACTIVITIES**

##### **Nature of Business and Objectives**

The principal activity of the company and the charity is to provide for the public benefit, the raising of standards in education and training of children and young people within the city of Kingston Upon Hull, with particular reference to equipping them for employment and facilitating their obtaining work in industry, commerce and the professions. The company has charitable status.

## HULL COMPACT LIMITED

### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012

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#### ACHIEVEMENT AND PERFORMANCE

##### Achievement and Performance

The governing body continued to meet regularly throughout the year

The Compact Goal achievement by 1 665 pupils was only slightly higher than last year, but still slightly lower than the record high of 1 677 in 2010

Compact Awards saw 407 receiving an Achievement Award, this was a significant decrease from the 2010 figure of 516. In addition 14 students received University Bursaries which was a reduction of two from last years figure. The awards as a whole cost £46 100 a sum provided most generously by Compact Sponsors

The Governing body wish to record the sad and sudden death of Mr M A Clark in August 2012. Mr Clark had been attending Governors meetings for over 20 years and been the Chairman since the late 1990's. At the meeting of the 6th September 2012 the Governors agreed that Mr C Brown (the Vice Chairman) would take over the roll of Chairman

Hull Compact was initially set up in 1988 to encourage more young people from the City to remain in education or formal learning past the age of 16 and also help develop their employability skills. The Directors had for some time been concerned that the proposed changes in legislation, the new academic targets being placed upon schools and the difficult financial climate all indicate that 'Hull Compact is coming to the end of it's Life'

On the 22nd of March 2012 an Extra Ordinary General Meeting was held to consider a formal resolution for the closure of Hull Compact

##### The Resolution

1 ) That the activities of Hull Compact be brought to a close over a carefully planned period of no more than two years

Thus giving time for this year's

" Year 11 pupils to receive their achievement awards in September 2012

" Year 10 pupils to receive their Compact Goal certificates in May 2013

" University Bursaries to be awarded in September 2012

And the orderly termination of our affairs including making arrangements for any outstanding payments to be made to existing Bursary Holders

2 ) That the Charity be closed once the above tasks are complete and that the Company be closed as soon as possible thereafter when all necessary financial implications have been fulfilled and all outstanding assets have been transferred to another charity/educational body(s) to be used to support the education of young people from the City

The Resolution was accepted unanimously

# HULL COMPACT LIMITED

## REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2012

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### FINANCIAL REVIEW

#### Reserves policy

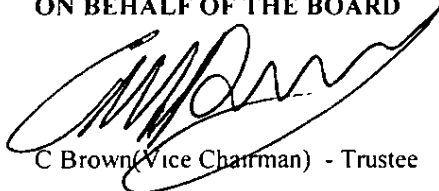
It is the policy of the charity to maintain liquid unrestricted funds which are the free reserves at a level sufficient to cover costs for a period of no more than three months. Free reserves remained in excess of this figure throughout the year.

The net deficit for the year amounted to £11,771 (2011 deficit of £21,779). The timing of donations will continue to cause artificial surpluses/deficits. During the year, direct charitable expenditure amounted to £47,287 while operational management expenditure was £41,709.

### TAXATION

The company, as a registered charity, has obtained exemption from corporation tax. Charitable tax exemptions can therefore be claimed to the extent that income and/or gains are applicable and applied for charitable purposes only.

### ON BEHALF OF THE BOARD



C Brown (Vice Chairman) - Trustee

8 November 2012

# INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HULL COMPACT LIMITED

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I report on the accounts for the year ended 31 March 2012 set out on pages six to thirteen

## **Respective responsibilities of trustees and examiner**

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act) and
- to state whether particular matters have come to my attention

## **Basis of the independent examiner's report**

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

## **Independent examiner's statement**

In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006, and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached



T M Rackham  
FCCA  
Rackham's  
Chartered Certified Accountants  
3 Melton Park  
Redcliff Road  
Melton  
East Yorkshire  
HU14 3RS

14 November 2012

# HULL COMPACT LIMITED

## STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2012

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income	2	32 013	42 050	74 063	66,790
Investment income	3	12	20	32	294
<b>Other incoming resources</b>		3 130	-	3,130	2,271
<b>Total incoming resources</b>		35,155	42 070	77,225	69,355
<b>RESOURCES EXPENDED</b>					
<b>Charitable activities</b>	4				
Direct Charitable Expenditure		-	47 287	47 287	50 810
<b>Other resources expended</b>		37 258	4,451	41 709	40 324
<b>Total resources expended</b>		37 258	51 738	88,996	91,134
<b>NET INCOME/(EXPENDITURE) FOR THE YEAR</b>		(2 103)	(9 668)	(11 771)	(21 779)
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		16,455	79,379	95,834	117,613
<b>TOTAL FUNDS CARRIED FORWARD</b>		14,352	69,711	84,063	95 834

The notes form part of these financial statements



**HULL COMPACT LIMITED**

**BALANCE SHEET  
AT 31 MARCH 2012**

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
<b>CURRENT ASSETS</b>					
Cash at bank and in hand		15 192	69 711	84 903	96 746
<b>CREDITORS</b>					
Amounts falling due within one year	12	(840)	-	(840)	(912)
<b>NET CURRENT ASSETS</b>		<u>14 352</u>	<u>69,711</u>	<u>84 063</u>	<u>95 834</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>14 352</u>	<u>69 711</u>	<u>84 063</u>	<u>95,834</u>
<b>NET ASSETS</b>		<u><u>14 352</u></u>	<u><u>69,711</u></u>	<u><u>84 063</u></u>	<u><u>95,834</u></u>
<b>FUNDS</b>	13				
Unrestricted funds				14,352	16 455
Restricted funds				<u>69,711</u>	<u>79,379</u>
<b>TOTAL FUNDS</b>				<u><u>84 063</u></u>	<u><u>95 834</u></u>

The notes form part of these financial statements

**HULL COMPACT LIMITED**

**BALANCE SHEET - CONTINUED  
AT 31 MARCH 2012**

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The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2012

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2012 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 special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Trustees on 8 November 2012 and were signed on its behalf by



G Munn (Treasurer) -Trustee

The notes form part of these financial statements

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## 1 ACCOUNTING POLICIES

### **Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) the Companies Act 2006 and the requirements of the Statement of Recommended Practice Accounting and Reporting by Charities

### **Incoming resources**

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

### **Resources expended**

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources

### **Allocation and apportionment of costs**

### **Tangible fixed assets**

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

Office equipment - 5 years

Depreciation of tangible fixed assets is calculated by reference to cost less any residual value, at rates estimated to write off the relevant assets over their expected useful lives which are as follows

Items costing below £250 individually are not usually capitalised. An annual impairment review is carried out to ensure that all fixed assets still have a useful life

### **Taxation**

The charity is exempt from corporation tax on its charitable activities

### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements

### **Donations, bursaries and grants**

Donations are credited to the income and expenditure account when the amounts are received. Bursaries and grants awarded are debited to the income and expenditure account in the year to which they relate

Unrestricted funds are donations and other incoming resources receivable or generated by the objectives of the charity without further specified purpose and are available as general funds

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of management and support costs

# HULL COMPACT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2012

### 2 VOLUNTARY INCOME

	2012	2011
	£	£
Sir James Reckitt Charity	-	1 000
Northcott	250	250
Learning CIT	-	4 500
Emilie Faurie	4 000	2 000
Running Deep	-	1 000
Aarhus Karlshamn	1 000	1,000
Andrew Marvell	2 000	2 000
Bishop Burton College	-	500
Cargill	1,000	1 000
David Lister School	2 000	2,000
Endeavour School	2 000	2,000
EYMS	-	500
Hesslewood Children's Trust	16 800	-
Hull and East Riding Charitable Trust	4,000	3 000
Hull City Council	-	3 000
Hull College	200	-
Kelvin Hall School	2 000	2 000
Kingswood School	2,000	2,000
Malet Lambert	3 000	3 000
Newland School	2 000	2,000
Nunburnholme Trust	350	350
DTZ(Princes Quay)	500	500
Sir Henry Cooper School	1,000	-
St Mary's College	2,000	3 000
Sydney Smith School	3 000	3,000
University of Hull	3,000	3,000
University of Lincoln	1 000	1,000
Wyke College	2,000	2,000
Archbishop Sentamu	2,000	2 000
Hull Trinity House	1,000	1,000
Hull CVS	250	1,250
William Jackson	2,000	2,000
Rotary Club	313	300
Premier Class	500	500
Ann Watson's Trust	8 400	8 400
Fenner Dunlop	2,500	2,500
Sir Philip Reckitt Charity	-	240
Tribune Trust	-	1 000
Sirius	2 000	2 000
	<u>74,063</u>	<u>66 790</u>

### 3 INVESTMENT INCOME

	2012	2011
	£	£
Deposit account interest	<u>32</u>	<u>294</u>

**HULL COMPACT LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31 MARCH 2012**

**4 CHARITABLE ACTIVITIES COSTS**

	Direct costs (See note 5)	Totals
	£	£
Direct Charitable Expenditure	47 287	47,287

**5 DIRECT COSTS OF CHARITABLE ACTIVITIES**

	2012	2011
	£	£
Bursaries and Grants	47 287	50 810

**6. SUPPORT COSTS**

	Management £
Other resources expended	41 709

Support costs, included in the above are as follows

**Management**

	2012 Other resources expended £	2011 Total activities £
Salaries	30,241	25,340
CRB Checks	2 467	756
Travel expenses	1 262	2 538
Office Costs	6,868	9,274
Examiners fees	840	912
Miscellaneous	31	1 504
	41,709	40 324

**7. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2012 nor for the year ended 31 March 2011

**Trustees' Expenses**

There were no trustees' expenses paid for the year ended 31 March 2012 nor for the year ended 31 March 2011

**8 STAFF COSTS**

The average number of employees during the year was 3 (2010 3) none of whom received emoluments in excess of £60 000

	2012	2011
Staff remuneration	30,241	25 340
Employers NI	3261	2 917

# HULL COMPACT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2012

### 9. CHARITABLE EXPENDITURE

Direct charitable expenditure includes all expenditure incurred except direct management costs of supporting the activities which have been separately identified in the accounts as management and administrative costs

### 10. TAXATION

Hull Compact Limited is a registered charity (No 702186) and consequently has no liability to corporation tax

### 11. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
<b>COST</b>	
At 1 April 2011 and 31 March 2012	<u>2 319</u>
<b>DEPRECIATION</b>	
At 1 April 2011 and 31 March 2012	<u>2,319</u>
<b>NET BOOK VALUE</b>	
At 31 March 2012	<u>-</u>
At 31 March 2011	<u>-</u>

### 12. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Other creditors	<u>840</u>	<u>912</u>

### 13. MOVEMENT IN FUNDS

	At 1 4 11 £	Net movement in funds £	At 31 3 12 £
<b>Unrestricted funds</b>			
No 2 Account - Company Account	16 455	(2 103)	14 352
<b>Restricted funds</b>			
No 3 Account - Compact Awards	79 379	(9 668)	69 711
<b>TOTAL FUNDS</b>	<u>95 834</u>	<u>(11 771)</u>	<u>84,063</u>

# HULL COMPACT LIMITED

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2012

### 13 MOVEMENT IN FUNDS - continued

Net movement in funds included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
No 2 Account - Company Account	35 155	(37 258)	(2 103)
<b>Restricted funds</b>			
No 3 Account - Compact Awards	42 070	(51,738)	(9 668)
<b>TOTAL FUNDS</b>	<u>77 225</u>	<u>(88,996)</u>	<u>(11 771)</u>

### 14 MEMBERS' LIABILITY

The company was incorporated as a company limited by guarantee and therefore it has no share capital. The liability of the members is limited to £1 each.

### 15. RESERVES

Reserves	2011	2010
<b>Unrestricted</b>		
No 2 Account - Company account	14,262	16 455
<b>Restricted</b>		
No 3 Account - Compact awards	69,711	79 379

A substantial proportion of the above reserves will be distributed in the form of grants and bursaries during the next two financial years.

The unrestricted reserves may be used for operational purposes as well as being distributed in the form of grants and bursaries during the forthcoming financial years.

**HULL COMPACT LIMITED****DETAILED STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2012**

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	2012 £	2011 £
<b>INCOMING RESOURCES</b>		
<b>Voluntary income</b>		
Sir James Reckitt Charity	-	1,000
Northcott	250	250
Learning CIT	-	4,500
Emilie Faurie	4 000	2 000
Running Deep	-	1 000
Aarhus Karlshamn	1,000	1 000
Andrew Marvell	2 000	2 000
Bishop Burton College	-	500
Cargill	1 000	1 000
David Lister School	2,000	2 000
Endeavour School	2 000	2,000
EYMS	-	500
Hesslewood Children's Trust	16 800	-
Hull and East Riding Charitable Trust	4,000	3 000
Hull City Council	-	3,000
Hull College	200	-
Kelvin Hall School	2,000	2,000
Kingswood School	2,000	2,000
Malet Lambert	3 000	3,000
Newland School	2 000	2,000
Nunburnholme Trust	350	350
DTZ(Princes Quay)	500	500
Sir Henry Cooper School	1 000	-
St Mary's College	2,000	3,000
Sydney Smith School	3,000	3,000
University of Hull	3 000	3,000
University of Lincoln	1,000	1 000
Wyke College	2,000	2,000
Archbishop Sentamu	2,000	2,000
Hull Trinity House	1,000	1,000
Hull CVS	250	1 250
William Jackson	2,000	2,000
Rotary Club	313	300
Premier Class	500	500
Ann Watson's Trust	8,400	8 400
Fenner Dunlop	2 500	2 500
Sir Philip Reckitt Charity	-	240
Tribune Trust	-	1 000
Sirius	2 000	2 000
	<hr/> 74,063	<hr/> 66 790

This page does not form part of the statutory financial statements



**HULL COMPACT LIMITED****DETAILED STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2012**

	2012 £	2011 £
<b>Investment income</b>		
Deposit account interest	32	294
<b>Other incoming resources</b>		
CRB Checks and Mentor	3,130	2,271
<b>Total incoming resources</b>	77,225	69,355
 <b>RESOURCES EXPENDED</b>		
<b>Charitable activities</b>		
Bursaries and Grants	47,287	50,810
<b>Support costs</b>		
<b>Management</b>		
Salaries	30,241	25,340
CRB Checks	2,467	756
Travel expenses	1,262	2,538
Office Costs	6,868	9,274
Examiners fees	840	912
Miscellaneous	31	1,504
	41,709	40,324
<b>Total resources expended</b>	88,996	91,134
 <b>Net expenditure</b>	<u>(11,771)</u>	<u>(21,779)</u>

This page does not form part of the statutory financial statements