

Charity Registration No. 1084817

Company Registration No. 3852249 (England and Wales)

**FUTURE REGENERATION OF GRANGETOWN**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2017**

TUESDAY



A18 \*A78GI57M\* #125  
19/06/2018  
COMPANIES HOUSE

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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### 18 Related party transactions

There were no disclosable related party transactions during the year (2016- none).

#### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2017	2016
	£	£
Aggregate compensation	28,799	28,802

# **FUTURE REGENERATION OF GRANGETOWN**

## **INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF FUTURE REGENERATION OF GRANGETOWN**

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I report on the accounts of the charity for the year ended 30 September 2017, which are set out on pages 7 to 18.

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

The charity's trustees, who are also the directors of Future Regeneration Of Grangetown for the purposes of company law, are responsible for the preparation of the accounts. The 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 needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination being a qualified member of The Association of Chartered Certified Accountants.

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:

- (i) examine the accounts under section 145 of the 2011 Act;
- (ii) 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
- (iii) to state whether particular matters have come to my attention.

### **Basis of 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 next statement.

### **Independent examiner's statement**

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

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
  - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006; and
  - (ii) to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 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
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Jon Gresham  
Baldwins (Guisborough) Limited



The Association of Chartered Certified Accountants  
New Garth House  
Upper Garth Gardens  
Guisborough  
TS14 6HA

Dated: 15 March 2018

# FUTURE REGENERATION OF GRANGETOWN

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr P E Dunlop	
	Mr A Pearson	
	Mr J L Murgatroyd	
	Miss J Breach	
	Mr R N Grant	(Appointed 11 May 2017)
	Mrs A McGee	(Appointed 3 May 2017)
	Miss S Wilkinson	(Appointed 2 February 2017)
	Mr T J Waldron	(Appointed 11 May 2017)
<b>Secretary</b>	Mr P E Dunlop	
<b>Charity number</b>	1084817	
<b>Company number</b>	3852249	

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# FUTURE REGENERATION OF GRANGETOWN

**Registered office**

The Neighbourhood Centre  
Bolckow Road  
Grangetown  
Middlesbrough  
TS6 7BS

**Independent examiner**

Baldwins (Guisborough) Limited  
New Garth House  
Upper Garth Gardens  
Guisborough  
TS14 6HA

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# FUTURE REGENERATION OF GRANGETOWN

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# **FUTURE REGENERATION OF GRANGETOWN**

## **TRUSTEES' REPORT**

### **FOR THE YEAR ENDED**

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**(INCLUDING DIRECTORS' REPORT)**

**30 SEPTEMBER 2017**

The trustees present their report and accounts for the year ended 30 September 2017.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016).

### **Objectives and activities**

The charity's objects are to support any charitable purpose for the benefit of the economically and socially disadvantaged area known as Grangetown.

The policies adopted in furtherance of these objects include:

- the advancement of education;
- the promotion of good citizenship;
- the elimination of unfair discrimination on the grounds of race or sex;
- the encouragement of equal opportunities; and
- the promotion of any other charitable purpose which will develop the capacity and skills of the inhabitants of Grangetown in such a way that they are better able to identify and help meet their own needs and to participate more fully in society and there has been no change in these during the year.

The trustees have paid due regard to the Charity Commission's guidance on public benefit in deciding what activities the charity should undertake.

# **FUTURE REGENERATION OF GRANGETOWN**

## **TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2017**

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### **Achievements and performance**

#### **Big Lottery Grangetown United Capital Development Project**

Since our last annual report, we are pleased to report we have been successful with our 'Reaching Communities Big Lottery Bid'. The total funding is £1.3 million and it will be used to transform the Grangetown United building into a Community Hub for all ages to enjoy. We envisage the Community Hub will be open to the community in October 2018. We would like to thank all our funders for their support in bringing this transformation to fruition.

The activities and facilities will include:

- a community cafe;
- an indoor soft play area for children to visit with their families and friends that will also cater for birthday parties and after school activities;
- a large function room available for dance classes, keep fit, a variety of indoor sports activities, birthday parties, weddings, baby showers, funerals, awards ceremonies and presentations etc;
- a bar available for use with any suitable event being held in the function room or on its own;
- a stage area for community group activities, including local theatre groups and primary school performances;
- 5 retail units offered for rent to local businesses, including a convenience store and a hairdressers to replace the envisaged demolition of 8 nearby shops. One unit will be reserved for a wide range of health programmes;
- residential units above the Community Hub for local people in need of accommodation resulting from the imminent demolition of an area of local housing;
- modern office space for use by FROG.

Within the first 2 years, the anticipated impact of the project will be:

- creation of a minimum of six new jobs and two apprenticeships in an area that suffers from high unemployment;
- increased numbers of volunteers needed;
- prevention of our elderly residents from becoming lonely and feeling isolated;
- providing adults with learning disabilities access to much needed space to host theatre performances;
- providing children, young people and adults improved access to community services, activities and events;
- provision of free access to computers and IT;
- the creation of business space for 5 new retail businesses;
- preventing the need for 2 local established business relocating to another area.

#### **Community Transport**

FROG Community Transport has also been successful in attracting funding from 3 local businesses to enable the purchase of 2 new vehicles. This has created more opportunities for the Community Transport and has increased the sustainability of the project.

# FUTURE REGENERATION OF GRANGETOWN

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

### **FOR THE YEAR ENDED 30 SEPTEMBER 2017**

Transport has an ongoing contract with North East Ambulance Service operating 6 days a week, and now has a contract with Redcar and Cleveland Council to provide 3 'home to school' runs during term time. The service employs 6 drivers and a passenger assistant.

### **Youth Employment Initiative (YEI)**

Over the past 12 months, 'FROG Street Cred YEI' project has worked with 35 young people aged 17 - 29 yrs. To date, 11 young people have gained employment, 2 are awaiting interviews and 28 have gained a range of qualifications to improve their employability.

The project has also attracted attention from the BBC who have been filming the journey of one of FROG's young people as they participate in the YEI with the support of FROG.

*The people working with FROG are a close-knit group of staff who live in the area and know the local community well. I've witnessed them working long hours to make sure that the young people they work with can get to and from jobs or training. They're pro-active in organising the relevant training sessions for the young people they're helping. Most of all, they think through very carefully the needs of each individual to ensure that their home lives and personal circumstances are taken into account.*

*The decisions the staff make are based on real understanding of what would benefit that young person and make sure they can become an active and engaged member of their community. The other thing that has struck me is how reactive they are: if someone's circumstance change or a sudden need for help comes up, they are there to ensure that the person can continue on the path they've set out to get that person into longterm employment.*

*The young people I've met through FROG have shown remarkable change in the time they've been on the programme. FROG makes sure that, where possible, the families of the young people are involved as well so that a network forms to ensure the young person is able to stay on the right path. The brilliant thing about FROG is the almost tailored experience each person they are helping gets. And I think that's the reason they're seeing results. Because the FROG staff are also from the area, they know exactly what is needed to get young people, many of whom have not had the easiest start in life, into a secure and rewarding future.*

*Please don't hesitate to contact me with any questions. I can't emphasise enough just how impressed I've been with the work FROG does.*

Best wishes,  
Caroline

Caroline Marsden  
Documentary Producer

### **Northumbria in Bloom**

Once again we have been successful in winning a silver award and are hoping, with help from the Council's Community Development Team, that we can continue to support more local residents to get involved in making their community a nicer place to live.

# **FUTURE REGENERATION OF GRANGETOWN**

## **TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2017**

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### **Community Support**

FROG continues to organise local events and to support local community groups such as netball teams, football teams and the local jazz band. FROG also support individual residents who need help with a CV and referral to gain training or job opportunities. Sadly, they now also provide food banks and services for the homeless - but let's hope that these services soon become unnecessary!

### **Financial review**

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

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees recognise the importance of maintaining reserves to set against unforeseen circumstances and, at present, the board considers an appropriate level to be £150000. The trustees recognise their responsibilities in respect of potential payments for items such as redundancies and other legislative requirements and will allocate and apply reserves as necessary to meet such obligations. Of the total unrestricted reserves at the year end of £31869, £9929 is represented by capital items giving free reserves of £21940.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. The trustees recognise the importance of this function and have put in place all the relevant policies. The organisation operates on a commitment to accounting principles and sets budgets at a subjective level appropriate to the individual grant. This minimises exposure to risk and allows tight control over expenditure.

The organisation has recently reviewed it's insurance risks, public and employee liability, and has adjusted the level of cover as appropriate.

The trustees would once again like to express their thanks to all those volunteers who have helped deliver valuable services to the community. We would also like to thank our partners and funders as, without all their help and support, FROG could not continue to provide the much needed activities and services to the residents of Grangetown and the surrounding areas.

Expenses paid to volunteers would merely be reimbursement of sums expended by them.

The assets of the charity include properties, vehicles, small machinery and office equipment, which are held by the charity to provide facilities to enable it to make and implement plans in the furtherance of its objectives. The charity, which is substantially dependent on grants, is increasing its levels of earned income and is embracing the principles of social enterprise. The trustees believe this approach will continue to help create long term sustainability.

### **Structure, governance and management**

The charity was incorporated on 1 October 1999, as a company limited by guarantee, to promote the Future Regeneration of Grangetown. The company took over the work of the Future Regeneration of Grangetown on 1 April 2000.

The trustees, who are also the directors for the purpose of company law, and who served during the year were: Mr P E Dunlop

# FUTURE REGENERATION OF GRANGETOWN

## TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 SEPTEMBER 2017

Mr A Pearson

Mr J L Murgatroyd

Miss J Breach

Mr R N Grant

Miss A McGee

Miss S Wilkinson

Mr T J Waldron

(Appointed 11 May 2017)

(Appointed 3 May 2017)

(Appointed 2 February 2017)

(Appointed 11 May 2017)

Trustees are recruited through an executive committee which comprises representatives from local community groups who are affiliated to FROG. Each community group can send one representative onto the committee and can also send two members to vote at the AGM.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The number of trustees shall not be less than three but shall not be subject to any maximum number. The trustees' powers are governed by the Articles of Association and financial controls require the signature of at least two trustees on any cheque or legally binding document in the execution of their duties.

Trustees' meetings are held and resolutions are passed by the majority vote. In the case of an equality of votes, the chairman has a second casting vote. Such resolutions passed are binding on all the trustees as long as the meeting is duly convened and attended by a quorum of one third of their number or two trustees, whichever is the greater.

Minutes of the trustees' meetings and true records of financial activities are required to be kept by the Articles of Association. The trustees have power to invest any income or capital of the charity, and to raise loans, in furtherance of the objects of the charity.

The trustees' report was approved by the Board of Trustees.



Mr P E Dunlop

Trustee

Dated: 15 March 2018

# FUTURE REGENERATION OF GRANGETOWN

## FINANCIAL

### STATEMENT OF ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2017

	Notes	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
<b><u>Income and endowments from:</u></b>					
Donations and legacies	3	3,250	30,160	33,410	6,560
Charitable activities	4	133,244	284,219	417,463	156,063
Other income	5	6,050	-	6,050	-
<b>Total income</b>		<b>142,544</b>	<b>314,379</b>	<b>456,923</b>	<b>162,623</b>
<b><u>Expenditure on:</u></b>					
Charitable activities	6	166,854	94,749	261,603	202,326
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		<b>(24,310)</b>	<b>219,630</b>	<b>195,320</b>	<b>(39,703)</b>
Fund balances at 1 October 2016		56,179	14,436	70,615	110,319
<b>Fund balances at 30 September 2017</b>		<b>31,869</b>	<b>234,066</b>	<b>265,935</b>	<b>70,616</b>

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.

## BALANCE SHEET

### AS AT 30 SEPTEMBER 2017

	Notes	2017 £	2016 £
<b>Fixed assets</b>			
Tangible assets	12	9,929	10,937
<b>Current assets</b>			
Debtors	13	67,336	18,860
Cash at bank and in hand		211,002	59,485
		<b>278,338</b>	<b>78,345</b>
<b>Creditors: amounts falling due within 14 one year</b>		<b>(17,943)</b>	<b>(11,799)</b>
<b>Net current assets</b>		<b>260,395</b>	<b>66,546</b>

# FUTURE REGENERATION OF GRANGETOWN

<b>Total assets less current liabilities</b>		270,324	77,483
<b>Creditors: amounts falling due after</b>	<b>15 more than one year</b>	(4,389)	(6,867)
<b>Net assets</b>		<u>265,935</u>	<u>70,616</u>
<b>Income funds</b>			
Restricted funds	16	234,066	14,437
Unrestricted funds		31,869	56,179
		<u>265,935</u>	<u>70,616</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2017. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on 15 March 2018

Mr P E Dunlop *P E Dunlop*  
Trustee  
Company Registration No. 3852249

  
Mr A Pearson  
Trustee

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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### 1 Accounting policies

#### Charity information

Future Regeneration Of Grangetown is a private company limited by guarantee incorporated in England and Wales. The registered office is The Neighbourhood Centre, Bolckow Road, Grangetown, Middlesbrough, TS6 7BS.

#### 1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016). 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 applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These accounts for the year ended 30 September 2017 are the first accounts of Future Regeneration Of Grangetown prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 October 2016. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

#### 1.2 Going concern

At the time of approving the accounts, 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 accounts.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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 accounts.

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

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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### 1 Accounting policies

(Continued)

#### 1.4 Incoming resources

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.

Grants receivable are shown gross and are recognised in the SOFA to the extent that they relate to the period up to the year end. Where funding has been given for a period that spans the year end, the amount that relates to the following period is deferred and carried forward.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

#### 1.5 Resources expended

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

#### 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:

Fixtures and fittings	3 years straight line
Computers	4 years straight line
Motor vehicles	4 years straight line

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 net income/(expenditure) for the year.

#### 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).

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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### 1 Accounting policies

(Continued)

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

### 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.

#### **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.

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 1 Accounting policies

(Continued)

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.

#### 1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

### 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 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2017	Total 2016
	£	£	£	£
Donations and gifts	<u>3,250</u>	<u>30,160</u>	<u>33,410</u>	<del>6,560</del>
For the year ended 30 September 2016	<u>-</u>	<u>6,560</u>		<u>6,560</u>
<b>Donations and gifts</b>				
Millenium Green Trust	-	29,590	29,590	-
Others	<u>3,250</u>	<u>570</u>	<u>3,820</u>	<u>6,560</u>
	<u>3,250</u>	<u>30,160</u>	<u>33,410</u>	<u>6,560</u>

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 4 Charitable activities

	2017 £	2016 £
Community Transport	133,244	113,089
Grants received	284,219	42,974
	<u>417,463</u>	<u>156,063</u>
Analysis by fund		
Unrestricted funds	133,244	
Restricted funds	284,219	
	<u>417,463</u>	
<b>For the year ended 30 September 2016</b>		
Unrestricted funds		113,089
Restricted funds		42,974
		<u>156,063</u>
<b>Grants received</b>		
Big Lottery	15,903	24,274
Community Foundation	-	1,000
Redcar & Cleveland Borough Council	222,586	17,700
ESF Funding	45,730	-
Other	-	-
	<u>284,219</u>	<u>42,974</u>

### 5 Other income

	2017 £	2016 £
Net gain on disposal of tangible fixed assets	6,050	-
	<u>6,050</u>	<u>-</u>

### 6 Charitable activities

2017	2016
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# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

	£	£
Staff costs	157,148	123,133
Depreciation and impairment	5,298	7,880
Legal and professional fees	21,858	24,952
Accountancy fees	4,706	3,500
Materials, function costs etc	985	1,069
Wheels project costs	1,698	387
Premises security	10,100	-
Transport costs	51,589	32,675
Insurance	2,010	1,894
Advertising	-	185
Printing, postage and stationery	929	1,459
Computer and IT costs	2,689	1,803
Telephone and internet	656	305
Sundries, refreshments and cleaning	408	1,077
Bank charges	338	330
Hire purchase interest	818	604
Irrecoverable VAT	373	73
	<u>261,603</u>	<u>201,326</u>
Grant funding of activities (see note 7)	-	1,000
	<u>261,603</u>	<u>202,326</u>
<b>Analysis by fund</b>		
Unrestricted funds	166,854	
Restricted funds	94,749	
	<u>261,603</u>	
<b>For the year ended 30 September 2016</b>		
Unrestricted funds		164,973
Restricted funds		37,353
		<u>202,326</u>

### 7 Grants payable

	2017	2016
	£	£
Grants to institutions:		
Grangetown Primary School	-	1,000
	<u>-</u>	<u>1,000</u>

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 7 Grants payable (Continued)

8 Net movement in funds	2017	2016
	£	£
Net movement in funds is stated after charging/(crediting)		
Depreciation of owned tangible fixed assets	5,298	7,880
Profit on disposal of tangible fixed assets	(6,050)	-
	<u>          </u>	<u>          </u>

### 9 Trustees

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

### 10 Employees

#### Number of employees

The average monthly number employees during the year was:

	2017	2016
	Number	Number
	12	10
	<u>          </u>	<u>          </u>

Employment costs	2017	2016
	£	£
Wages and salaries	144,023	111,431
Social security costs	8,728	6,497
Other pension costs	3,655	4,385
	<u>156,406</u>	<u>122,313</u>

There are no employees who received total employee benefits of more than £60,000.                      

### 11 Pension funding

Employees of this organisation may participate in the Teesside Pension Fund, part of the Local Government Pension Scheme, a defined benefit statutory scheme. The fund is administered by Middlesbrough Borough Council in accordance with the Local Government Pension Scheme Regulations 1997 as amended.

The board have taken the view that the cost of an actuarial report identifying the underlying assets, liabilities and performance specific to this organisation as disproportionate to the benefits and any disclosures are not likely to be material.

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2017

Pension costs have therefore been accounted for as if it were a defined contribution scheme.

### 12 Tangible fixed assets

	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 October 2016	4,000	6,384	31,520	41,904
Additions	-	240	4,050	4,290
Disposals	-	-	(11,300)	(11,300)
At 30 September 2017	4,000	6,624	24,270	34,894
<b>Depreciation and impairment</b>				
At 1 October 2016	4,000	6,384	20,583	30,967
Depreciation charged in the year	-	60	5,238	5,298
Eliminated in respect of disposals	-	-	(11,300)	(11,300)
At 30 September 2017	4,000	6,444	14,521	24,965
<b>Carrying amount</b>				
At 30 September 2017	-	180	9,749	9,929
At 30 September 2016	-	-	10,937	10,937

#### Hire purchase agreements

Included within the net book value of £9749 is £4975 (2016 £7462) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £2487 (2016 £2487).

### 13 Debtors

	2017	2016
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	16,736	772
Prepayments and accrued income	50,600	18,088
	67,336	18,860

### 14 Creditors: amounts falling due within one year

	Notes	2017	2016
		£	£
HP Account		2,448	2,214

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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Other taxation and social security	3,154	679
Trade creditors	812	3,339
Accruals and deferred income	11,529	5,567
	<u>17,943</u>	<u>11,799</u>

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 15 Creditors: amounts falling due after more than one year

	Notes	2017 £	2016 £
HP Account		4,389	6,867

### 16 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 October 2016 £	Movement in funds		Balance at September 2017 £
		Incoming resources £	Resources expended £	
Grant Holding	2,115			
Grangetown United	-	-	(1,373)	
YEI	12,321	210,903	(29,257)	742
MGT	-	49,900	(41,189)	181,646
		53,576	(22,930)	21,032
	14,436	314,379	(94,749)	30,646
				234,066

**Grant Holding** is monies received to be used only on specific, small projects.

**YEI - Youth Employment Initiative** is described fully in the Trustees Report.

**Grangetown United** is described fully in the Trustees Report.

### 17 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 30 September 2017 are represented by:			
Tangible assets	9,929	-	9,929

# FUTURE REGENERATION OF GRANGETOWN

## FINANCIAL STATEMENT OF ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2017

	Notes	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
<b><u>Income and endowments from:</u></b>					
Donations and legacies	3	3,250	30,160	33,410	6,560
Charitable activities	4	133,244	284,219	417,463	156,063
Other income	5	6,050	-	6,050	-
<b>Total income</b>		<b>142,544</b>	<b>314,379</b>	<b>456,923</b>	<b>162,623</b>
<b><u>Expenditure on:</u></b>					
Charitable activities	6	166,854	94,749	261,603	202,326
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		<b>(24,310)</b>	<b>219,630</b>	<b>195,320</b>	<b>(39,703)</b>
Fund balances at 1 October 2016		56,179	14,436	70,615	110,319
<b>Fund balances at 30 September 2017</b>		<b>31,869</b>	<b>234,066</b>	<b>265,935</b>	<b>70,616</b>

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.

### BALANCE SHEET

#### AS AT 30 SEPTEMBER 2017

	Notes	2017 £	£	2016 £	£
<b>Fixed assets</b>					
Tangible assets	12		9,929		10,937
<b>Current assets</b>					
Debtors	13	67,336		18,860	
Cash at bank and in hand		211,002		59,485	
		<u>278,338</u>		<u>78,345</u>	
<b>Creditors: amounts falling due within 14 one year</b>		<b>(17,943)</b>		<b>(11,799)</b>	
<b>Net current assets</b>		<b>260,395</b>		<b>66,546</b>	

# FUTURE REGENERATION OF GRANGETOWN

<b>Total assets less current liabilities</b>		270,324	77,483
<b>Creditors: amounts falling due after</b>	<b>15 more than one year</b>	(4,389)	(6,867)
<b>Net assets</b>		<u>265,935</u>	<u>70,616</u>
<b>Income funds</b>			
Restricted funds	16	234,066	14,437
Unrestricted funds		31,869	56,179
		<u>265,935</u>	<u>70,616</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2017. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on 15 March 2018

Mr P E Dunlop *P E Dunlop*  
Trustee  
Company Registration No. 3852249

  
Mr A Pearson  
Trustee

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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### 1 Accounting policies

(Continued)

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

### 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.

#### **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.

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

Pension costs have therefore been accounted for as if it were a defined contribution scheme.

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Disposals	-	-	(11,300)	(11,300)
	<u>4,000</u>	<u>6,624</u>	<u>24,270</u>	<u>34,894</u>
At 30 September 2017	4,000	6,624	24,270	34,894
<b>Depreciation and impairment</b>				
At 1 October 2016	4,000	6,384	20,583	30,967
Depreciation charged in the year	-	60	5,238	5,298
Eliminated in respect of disposals	-	-	(11,300)	(11,300)
	<u>4,000</u>	<u>6,444</u>	<u>14,521</u>	<u>24,965</u>
At 30 September 2017	4,000	6,444	14,521	24,965
<b>Carrying amount</b>				
At 30 September 2017	<u>-</u>	<u>180</u>	<u>9,749</u>	<u>9,929</u>
At 30 September 2016	<u>-</u>	<u>-</u>	<u>10,937</u>	<u>10,937</u>

#### Hire purchase agreements

Included within the net book value of £9749 is £4975 (2016 £7462) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £2487 (2016 £2487).

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# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

### 15 Creditors: amounts falling due after more than one year

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		<u>4,389</u>	<u>6,867</u>

### 16 Restricted funds

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MGT	-	49,900	(41,189)	21,032
	<u>14,436</u>	<u>53,576</u>	<u>(22,930)</u>	<u>30,646</u>
		<u>314,379</u>	<u>(94,749)</u>	<u>234,066</u>

Grant Holding is monies received to be used only on specific, small projects.

YEI - Youth Employment Initiative is described fully in the Trustees Report.

Grangetown United is described fully in the Trustees Report.

### 17 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 30 September 2017 are represented by:			
Tangible assets	9,929	-	9,929
Current assets/(liabilities)	26,329	234,066	260,395

# FUTURE REGENERATION OF GRANGETOWN

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2017

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Long term liabilities	(4,389)	-	(4,389)
	<u>31,869</u>	<u>234,066</u>	<u>265,935</u>
<b>18 Related party transactions</b>			

There were no disclosable related party transactions during the year (2016- none).

### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2017	2016
	£	£
Aggregate compensation	28,799	28,802
	<u>28,799</u>	<u>28,802</u>