

Report of the Trustees and
Financial Statements for the Year Ended 31 December 2018
for
North Liverpool Regeneration Company
Limited

Verinder & Associates
Chartered Certified Accountants
and Chartered Accountants
1-3 Crosby Road South
Waterloo
Liverpool
Merseyside
L22 1RG

North Liverpool Regeneration Company
Limited
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for the Year Ended 31 December 2018

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North Liverpool Regeneration Company
Limited
Report of the Trustees
for the Year Ended 31 December 2018

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 December 2018. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

North Liverpool Regeneration Company Limited was established with the objectives of the promotion, for public benefit, of urban or rural regeneration in areas of social and economic deprivation in North Liverpool and surrounding areas.

Public benefit

The Trustees confirm that they have referred to the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning the future activities of the Charity.

The Charity delivers public benefit by:

1) Continuing to work towards developing a sustainable community based facility within the local area. The Charity always has the focus of accessing resources in order to create facilities to improve both the social and economic development of the local area.

In furtherance of this aim, North Liverpool Regeneration Company have been working closely with another like minded charity based in the south end of the city. We have developed a strong partnership with The Florence Institute Trust (the Florrie) and have been working closely on both a new training initiative and community activities. We have successfully collaborated on initiatives such as the Summer Playscheme and the Summer School Meal Project which is much needed due to the high level of poverty and deprivation experienced by families within the south end of the city. NLRCO has also arranged day trips for members of the local community and have organised and hosted sporting activities.

2) The Charity delivers training programmes, such as the Access To Work Programme (ILM). Strong links with local Companies create employment opportunities for the candidates with the view to them either progressing onto an Apprenticeship or further training.

3) The land and buildings owned by the Charity have been renovated to high standards so that they can be put into effective use, for office space and residential accommodation to let.

ACHIEVEMENT AND PERFORMANCE

Review of activities

Having been forced to complete the disposal of our former premises at Bishop Goss Complex in February 2019, we are now based at our new home of 64 Mount Pleasant, a former register office which famously hosted the wedding of John Lennon and Cynthia Powell.

We have commenced a programme of refurbishment works which will see the ground floor converted into high quality office accommodation and the remaining derelict floors converted into flats, predominantly for individuals and families with special needs.

Prior to our departure from Bishop Goss, we were very keen to support the residential tenants of Grosvenor House and successfully ensured that they obtained suitable alternative accommodation. We were delighted to hear that so many of them enjoyed their time living in Grosvenor House and we enjoyed sharing in their memories. Whilst we were saddened to leave our old premises we are excited and optimistic for the future and look forward to many more successful years in Mount Pleasant.

Skills Funding Agency contracts

The Charity successfully negotiated the exit strategy with the Skills Funding Agency following the cessation of our contract in July 2017. On the conclusion of this process, the Board proactively undertook a full cost and staffing review. As a result of this review, some staff did leave the organisation whilst the job roles of others changed to focus on working on the Access To Work project or being involved in reviewing and exploring other funding avenues for new projects.

ACHIEVEMENT AND PERFORMANCE

Training Centre

It was noted within last year's report that we were dealing with a couple of snagging issues in relation to the new mezzanine floor at the training centre. We are pleased to report that these have now been completed; however we have had further structural issues which have resulted in us not being able to make use of the building at present. We have had Structural Engineers review the building and on their advice we are not able to use the building until they produced their full report and we have implemented an action plan as to how we are going to resolve the structural problems, especially concerning the roof.

The Access To Work ILM project ended as scheduled in July 2018. North Liverpool Regeneration Company were considered as one of the main partners of the programme. We had very successful outcome and there were a number of success stories from the candidates who were involved in the project. Due to the success of the project, North Liverpool Regeneration Company has just been granted an extension to deliver the project for a further 3 years. The project continues to open the door to new partnerships for the Charity with new employers as the programme provides the opportunity for them to work and assess the training needs of potential new candidates with having to commit to taking them on full time.

FINANCIAL REVIEW

Investment policy and objectives

The trustees' investment powers are governed by the Memorandum and Articles of Association, which permits the charity's funds to be invested in securities or property as may be thought fit, subject to conditions and consents as laid down in the organisation's governing documents.

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

FUTURE PLANS

As referred to earlier in this report, the Board are currently working on a strategy to ensure that the cessation of the SFA contract is mitigated as far as possible such that the impact on the charity's ongoing activities are minimal. As previously reported, we have submitted a tender to Merseyside Network for Europe in relation to a project that focuses on adults who are NEET (Not in Education, Employment, or Training) in order to encourage them back into training and ultimately employment. The application is currently at the appraisal stage.

Last year we reported that we had submitted an application to tender to Merseyside Network for Europe in relation to a new project which was at appraisal stage. The project was approved successfully and we have been delivering the programme since earlier this year. North Liverpool Regeneration Company is considered to be the Management agent and we have two partner agents delivering on our behalf, the Vauxhall Neighbourhood Council (VNC) and The Florrie. At present the project is working well; we are on target with all our current starts. We are hoping that the programme will be extended and, like the ILM project, we are successful in the delivery of the outcomes. The project is focussed on reaching harder to reach unemployed/NEET who may require that additional support to reintroduce them to training. The aim is that once they have taken part in the training/work experience on the programme that they will be able to either progress into employment or the ILM project.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. Potential risks, once identified, will be monitored and controlled to mitigate any impact that they may have on the organisation in the future.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03248264 (England and Wales)

North Liverpool Regeneration Company
Limited

Report of the Trustees
for the Year Ended 31 December 2018

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1078426

Registered office

64 Mount Pleasant
Liverpool
Merseyside
L3 5SD

Trustees

Ms P Connolly
J Nelson
S McAllister

- resigned 15.1.19

Independent examiner

Verinder & Associates
Chartered Certified Accountants
and Chartered Accountants
1-3 Crosby Road South
Waterloo
Liverpool
Merseyside
L22 1RG

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of North Liverpool Regeneration Company Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 26 September 2019 and signed on its behalf by:

Ms P Connolly - Trustee

Independent Examiner's Report to the Trustees of
North Liverpool Regeneration Company
Limited

Independent examiner's report to the trustees of North Liverpool Regeneration Company Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2018.

Responsibilities and basis of report

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

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

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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

A L Verinder
FCA FCCA
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Chartered Certified Accountants
and Chartered Accountants
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26 September 2019

North Liverpool Regeneration Company
Limited
Statement of Financial Activities
for the Year Ended 31 December 2018

	Notes	31.12.18 Unrestricted fund £	31.12.17 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		42,480	227,021
Charitable activities			
Access To Work		205,087	264,812
Community activities		-	2,510
Working Futures		-	9,108
Introduction to Construction Program		-	35,602
Total		<u>247,567</u>	<u>539,053</u>
EXPENDITURE ON			
Charitable activities			
Access To Work		265,123	399,353
Community activities		3,314	662
Other		<u>19,129</u>	<u>156,441</u>
Total		<u>287,566</u>	<u>556,456</u>
Net gains/(losses) on investments		<u>(34,833)</u>	<u>52,720</u>
NET INCOME/(EXPENDITURE)		<u>(74,832)</u>	<u>35,317</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		<u>9,391,158</u>	<u>9,355,841</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>9,316,326</u></u>	<u><u>9,391,158</u></u>

North Liverpool Regeneration Company
Limited
Balance Sheet
At 31 December 2018

	Notes	31.12.18 Unrestricted fund £	31.12.17 Total funds £
FIXED ASSETS			
Tangible assets	6	578,094	582,774
Investments			
Investments	7	1	1
Investment property	8	7,561,000	7,561,000
		<u>8,139,095</u>	<u>8,143,775</u>
CURRENT ASSETS			
Debtors	9	766,666	592,439
Investments	10	708,026	742,859
Prepayments and accrued income		40,000	48,750
Cash at bank		<u>4,576</u>	<u>202,001</u>
		<u>1,519,268</u>	<u>1,586,049</u>
CREDITORS			
Amounts falling due within one year	11	(272,450)	(273,916)
NET CURRENT ASSETS		<u>1,246,818</u>	<u>1,312,133</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		9,385,913	9,455,908
PROVISIONS FOR LIABILITIES	13	<u>(69,587)</u>	<u>(64,750)</u>
NET ASSETS		<u>9,316,326</u>	<u>9,391,158</u>
FUNDS	14		
Unrestricted funds		<u>9,316,326</u>	<u>9,391,158</u>
TOTAL FUNDS		<u>9,316,326</u>	<u>9,391,158</u>

North Liverpool Regeneration Company
Limited

Balance Sheet - continued

At 31 December 2018

The charitable company is entitled to exemption from audit under
Section 477 of the Companies Act 2006 for the year ended 31 December 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended
31 December 2018 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
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
- (b) 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 charitable small companies.

The financial statements were approved by the Board of Trustees on 26 September 2019 and were signed on its behalf by:

Ms P Connolly -Trustee

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is 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.

Tangible fixed assets

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

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

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.

Pension costs and other post-retirement benefits

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

North Liverpool Regeneration Company
Limited
Notes to the Financial Statements - continued
for the Year Ended 31 December 2018
2. NET INCOME/(EXPENDITURE)

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

	31.12.18	31.12.17
	£	£
Auditors' remuneration	-	5,100
Depreciation - owned assets	<u>14,456</u>	<u>14,925</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2018 nor for the year ended 31 December 2017.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2018 nor for the year ended 31 December 2017.

4. STAFF COSTS

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

	31.12.18	31.12.17
Staff	<u>4</u>	<u>6</u>

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

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	227,021
Charitable activities	
Access To Work	264,812
Community activities	2,510
Working Futures	9,108
Introduction to Construction Program	<u>35,602</u>
Total	539,053
EXPENDITURE ON	
Charitable activities	
Access To Work	399,353
Community activities	662
Other	<u>156,441</u>
Total	556,456
Net gains/(losses) on investments	<u>52,720</u>
NET INCOME/(EXPENDITURE)	35,317

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

RECONCILIATION OF FUNDS

Total funds brought forward	9,355,841
TOTAL FUNDS CARRIED FORWARD	9,391,158

6. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 January 2018	613,208	18,944	108,969	741,121
Additions	9,776	-	-	9,776
At 31 December 2018	622,984	18,944	108,969	750,897
DEPRECIATION				
At 1 January 2018	38,418	16,432	103,497	158,347
Charge for year	12,460	628	1,368	14,456
At 31 December 2018	50,878	17,060	104,865	172,803
NET BOOK VALUE				
At 31 December 2018	572,106	1,884	4,104	578,094
At 31 December 2017	574,790	2,512	5,472	582,774

7. FIXED ASSET INVESTMENTS

Shares in
group
undertakings
£

MARKET VALUE	
At 1 January 2018 and 31 December 2018	1
NET BOOK VALUE	
At 31 December 2018	1
At 31 December 2017	1

There were no investment assets outside the UK.

8. INVESTMENT PROPERTY

	£
MARKET VALUE	
At 1 January 2018 and 31 December 2018	<u>7,561,000</u>
NET BOOK VALUE	
At 31 December 2018	<u>7,561,000</u>
At 31 December 2017	<u>7,561,000</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18	31.12.17
	£	£
Amounts owed by group undertakings	168,849	193,622
Other debtors	<u>597,817</u>	<u>398,817</u>
	<u>766,666</u>	<u>592,439</u>

10. CURRENT ASSET INVESTMENTS

	31.12.18	31.12.17
	£	£
Listed investments	<u>708,026</u>	<u>742,859</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.18	31.12.17
	£	£
Bank loans and overdrafts (see note 12)	9,453	11,151
Trade creditors	252,125	251,563
Social security and other taxes	1,923	2,213
Accruals and deferred income	<u>8,949</u>	<u>8,989</u>
	<u>272,450</u>	<u>273,916</u>

12. LOANS

An analysis of the maturity of loans is given below:

	31.12.18	31.12.17
	£	£
Amounts falling due within one year on demand:		
Bank overdrafts	<u>9,453</u>	<u>11,151</u>

13. PROVISIONS FOR LIABILITIES

	31.12.18	31.12.17
	£	£
Provisions	<u>69,587</u>	<u>64,750</u>

	At 1.1.18 £	Net movement in funds £	At 31.12.18 £
Unrestricted funds			
General fund	9,391,158	(74,832)	9,316,326
TOTAL FUNDS	<u>9,391,158</u>	<u>(74,832)</u>	<u>9,316,326</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	247,567	(287,566)	(34,833)	(74,832)
TOTAL FUNDS	<u>247,567</u>	<u>(287,566)</u>	<u>(34,833)</u>	<u>(74,832)</u>

Comparatives for movement in funds

	At 1.1.17 £	Net movement in funds £	At 31.12.17 £
Unrestricted Funds			
General fund	9,355,841	35,317	9,391,158
TOTAL FUNDS	<u>9,355,841</u>	<u>35,317</u>	<u>9,391,158</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	539,053	(556,456)	52,720	35,317
TOTAL FUNDS	<u>539,053</u>	<u>(556,456)</u>	<u>52,720</u>	<u>35,317</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.17 £	Net movement in funds £	At 31.12.18 £
Unrestricted funds			
General fund	9,355,841	(39,515)	9,316,326
TOTAL FUNDS	<u>9,355,841</u>	<u>(39,515)</u>	<u>9,316,326</u>

14. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	786,620	(844,022)	17,887	(39,515)
TOTAL FUNDS	<u>786,620</u>	<u>(844,022)</u>	<u>17,887</u>	<u>(39,515)</u>

15. RELATED PARTY DISCLOSURES

At 31st December 2018, North Liverpool Regeneration Company Limited was owed £167,212 by Vauxhall Neighbourhood Council Limited, a registered charity of which Ms P Connolly is Chief Executive. This amount is included within Other Debtors.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.