

COMPANY REGISTRATION NUMBER 04824016

**NORTHERN GRID FOR LEARNING  
COMPANY LIMITED BY GUARANTEE  
ABBREVIATED ACCOUNTS  
31st MARCH 2014**



**NORTHERN GRID FOR LEARNING  
COMPANY LIMITED BY GUARANTEE**

**ABBREVIATED ACCOUNTS**

**YEAR ENDED 31st MARCH 2014**

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# **NORTHERN GRID FOR LEARNING COMPANY LIMITED BY GUARANTEE**

## **INDEPENDENT AUDITOR'S REPORT TO THE COMPANY**

### **UNDER SECTION 449 OF THE COMPANIES ACT 2006**

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We have examined the abbreviated accounts set out on pages 3 to 5, together with the financial statements of Northern Grid For Learning for the year ended 31st March 2014 prepared under Section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with Section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company for our work, for this report, or for the opinions we have formed.

#### **RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR**

The directors are responsible for preparing the abbreviated accounts in accordance with Section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

#### **BASIS OF OPINION**

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

#### **OPINION**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

#### **OTHER INFORMATION**

On 17.12.2014... we reported as auditor to the members of the company on the financial statements prepared under Section 396 of the Companies Act 2006 and our report included the following paragraph:

**NORTHERN GRID FOR LEARNING  
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE COMPANY** *(continued)*

**UNDER SECTION 449 OF THE COMPANIES ACT 2006**

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**EMPHASIS OF MATTER: GOING CONCERN**

We draw your attention to note 1 to the accounts, which explains that the directors intend to transfer the company's undertakings to North Tyneside Council. Accordingly the going concern basis of accounting is no longer appropriate. No adjustments are required in these accounts to adjust assets to their realisable values. Our opinion is not qualified in this respect.



Mark Brunton BSc FCA (Senior Statutory Auditor)

For and on behalf of

Tait Walker LLP

Chartered Accountants & Statutory Auditor

Bulman House

Regent Centre

Gosforth

Newcastle upon Tyne

NE3 3LS

17.12.2014

**NORTHERN GRID FOR LEARNING  
COMPANY LIMITED BY GUARANTEE  
COMPANY REGISTRATION NUMBER: 04824016  
ABBREVIATED BALANCE SHEET**

**31st MARCH 2014**

	Note	2014 £	2013 £
<b>CURRENT ASSETS</b>			
Debtors		587,027	717,653
Cash at bank and in hand		162,242	192,456
		<u>749,269</u>	<u>910,109</u>
<b>CREDITORS: Amounts falling due within one year</b>		<u>659,099</u>	<u>1,007,443</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>90,170</u>	<u>(97,334)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>90,170</u>	<u>(97,334)</u>
<b>PROVISIONS FOR LIABILITIES</b>		<u>62,500</u>	<u>129,000</u>
<b>NET ASSETS/(LIABILITIES) EXCLUDING PENSION ASSET/(LIABILITY)</b>		<u>27,670</u>	<u>(226,334)</u>
Defined benefit pension scheme asset/(liability)		<u>20,000</u>	<u>(480,000)</u>
<b>NET ASSETS/(LIABILITIES) INCLUDING PENSION ASSET/(LIABILITY)</b>		<u>47,670</u>	<u>(706,334)</u>
<b>RESERVES</b>	3		
Income and expenditure account		47,670	(706,334)
<b>MEMBERS' FUNDS/(DEFICIT)</b>		<u>47,670</u>	<u>(706,334)</u>

These abbreviated accounts have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

These abbreviated accounts were approved by the directors and authorised for issue on 17/12/14 and are signed on their behalf by:



Mr. J.M. Chicken  
Director

The notes on pages 4 to 5 form part of these abbreviated accounts.

# **NORTHERN GRID FOR LEARNING COMPANY LIMITED BY GUARANTEE**

## **NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31st MARCH 2014**

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### **1. GOING CONCERN**

The financial statements have been prepared using the break up basis based on the information disclosed in the Directors' Report about the proposed transfer of the company's undertakings to North Tyneside Council.

All assets and liabilities as at 31st March 2014 were classified as current, as in the prior year.

All members continue to require the services delivered by NGFL and the Directors are satisfied that, irrespective of any potential changes, the operation of the business of NGFL will continue.

As noted in the Directors' Report, progress has been made since 31st March 2014 in identifying and realising significant operational efficiencies.

Members have continued to review the business through the year and the Board confirm that the company continues to be able to meet its liabilities as they arise and will continue to be in a position to do so. Member authorities continue to respect their responsibilities.

### **2. ACCOUNTING POLICIES**

#### **Basis of accounting**

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 accounts have been prepared using the break up basis.

#### **Turnover**

Turnover represents the value of sales made during the year net of discounts, returns and Value Added Tax. Turnover is recognised at the point of sale.

#### **Fixed assets**

All fixed assets are initially recorded at cost.

Fixed assets have been reclassified within other debtors as a consequence of the decision to prepare the accounts on a break up basis.

#### **Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income on a straight line basis over the period of the lease.

#### **Pension costs and other post-retirement benefits**

The company operates a defined benefit pension scheme. The pension scheme liabilities are measured using projected unit method and the pension scheme assets are valued at market rate. The pension scheme surplus (to the extent it can be recovered)/deficit is recognised in full on the balance sheet. All actuarial gains and losses arising are recognised directly in the statement of total recognised gains and losses.

**NORTHERN GRID FOR LEARNING  
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE ABBREVIATED ACCOUNTS**

**YEAR ENDED 31st MARCH 2014**

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**2. ACCOUNTING POLICIES** *(continued)*

**Financial instruments**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

**3. COMPANY LIMITED BY GUARANTEE**

The company is limited by guarantee and does not have a share capital.

In the event of a winding up, the liability of each member is limited to £1.