

Charity Registration No. 310492

NORTHGATE FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

NORTHGATE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr A J Gillespie Mrs J Riley Mr J Norman Mr D Bevan Cllr C Chambers Mrs J Parry
Charity number	310492
Principal address	PO Box 979 Ipswich Suffolk IP9 2WH
Independent examiner	Helen Rumsey FCA Ensors Accountants LLP Connexions 159 Princes Street Ipswich Suffolk IP1 1QJ
Bankers	National Westminster Bank Plc 2 Tavern Street Ipswich IP1 3BD

NORTHGATE FOUNDATION

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NORTHGATE FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report and accounts for the year ended 31 March 2021.

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 Charities Act 2011 and the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS102 the financial reporting standard in the UK and Republic of Ireland - updated 1 January 2019.

Objectives and activities

The objects of the charity are to promote the education of persons under the age of 25 who are in need of financial assistance and are resident in or have attended a community, voluntary or foundation school in Suffolk.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives, when planning future activities and when setting the grant making policy for the year.

Achievements and performance

The objects of the charity are to promote the education of persons under the age of 25 who are in need of financial assistance and are resident in or attend or have attended a community, voluntary or foundation school in the area of benefit in particular but without limitation through the provision of:

- Grants tenable at any school, university, college of education, or other institution of further education (including professional or technical); or
- Equipment or books to assist such persons to pursue their education (including the study of music and other arts, sport, social and physical education), to undertake travel in furtherance thereof, or to prepare for or enter a profession, trade, occupation or service on leaving school, university or other educational establishment; or
- Such items and services or special benefits for which provision is not made from public funds for any community, voluntary or foundation school in the area of benefit.

Financial review

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 consider 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. A proportion of the charity's unrestricted funds are also invested in fixed asset investments which provide additional investment income for the charity.

For the year ended 31 March 2021 the charity recorded an overall surplus of £197,093 (2020: deficit of £947), meaning that the overall funds of the charity have increased from £794,225 to £991,318. The unrestricted reserves of the charity have increased from £233,582 to £315,187.

The trustees have assessed the major risks to which the charity is exposed and are satisfied that the charity is well placed for future development and that systems are in place to mitigate exposure to any major risks that the charity may face.

Going concern and COVID-19

During the year the Charity has been unable to provide the usual level of grants compared to previous years. This is a direct result of the COVID-19 pandemic, which meant that many school trips and clubs had to be cancelled. The Charity's investments have performed more strongly during 2021 compared to 2020 as financial markets have shown some recovery following the initial shock during the onset of the pandemic.

The improved performance of the charity's investments and the strong reserves policy allows the Trustees to feel well placed to resume supporting young people in education throughout Suffolk when normality returns. On this basis, the Trustees are confident that the charity is still considered a going concern.

NORTHGATE FOUNDATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Structure, governance and management

The charity is constituted as an unincorporated charity and is registered with the Charity Commission in the United Kingdom. The charity was established by a charitable trust deed on 23 April 1968 and is governed by a scheme of the Charity Commission dated 20 December 2004 as amended by a resolution dated 9 May 2012.

The Trustees who served during the year were:

Mr A J Gillespie
Mrs J Riley
Mr J Norman
Mr D Bevan
Mrs J Parry
Cllr C Chambers

The Board consists of 2 Nominated Trustees and 4 Co-opted Trustees. The Trustees of the Northgate Foundation are responsible for the appointment of Co-opted Trustees.

The Trustees listed below were appointed by the following bodies.

Cllr C Chambers	Suffolk County Council
Mrs J Parry	Ipswich Borough Council

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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


.....
Mrs J Riley

Trustee

Dated: 10/12/21

NORTHGATE FOUNDATION

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF NORTHGATE FOUNDATION

I report to the trustees on my examination of the accounts of Northgate Foundation (the Charity) for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Helen Rumsey FCA

Ensors Accountants LLP
Connexions
159 Princes Street
Ipswich
Suffolk
IP1 1QJ

Dated: 4th January 2022

NORTHGATE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2021 £	Total 2020 £
<u>Income from:</u>						
Received from Ipswich School	3	20,864	-	-	20,864	17,541
Investments	4	25,853	239	-	26,092	25,578
Other income		50	-	-	50	-
Total income		46,767	239	-	47,006	43,119
<u>Expenditure on:</u>						
Charitable activities	5	2,892	-	-	2,892	19,859
Net gains/(losses) on investments		37,730	1,408	113,841	152,979	(24,207)
Net movement in funds		81,605	1,647	113,841	197,093	(947)
Fund balances at 1 April 2020		233,582	9,742	550,901	794,225	795,172
Fund balances at 31 March 2021		315,187	11,389	664,742	991,318	794,225

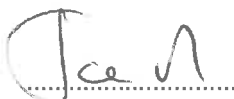
NORTHGATE FOUNDATION

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	10		-		-
Investments	11		893,277		740,298
			<u>893,277</u>		<u>740,298</u>
Current assets					
Debtors	12	151		31,710	
Cash at bank and in hand		101,010		24,327	
		<u>101,161</u>		<u>56,037</u>	
Creditors: amounts falling due within one year	13	(3,120)		(2,110)	
Net current assets			<u>98,041</u>		<u>53,927</u>
Total assets less current liabilities			<u>991,318</u>		<u>794,225</u>
Capital funds					
Endowment funds - general	15		664,742		550,901
Income funds					
Restricted funds	16		11,389		9,742
Unrestricted funds			315,187		233,582
			<u>991,318</u>		<u>794,225</u>

The accounts were approved by the Trustees on 10/12/21


Mrs J Riley
Trustee


Mr J Norman
Trustee

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

1.1 Accounting convention

These accounts have been prepared in accordance with "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Charities Act 2011 and UK Generally Accepted Accounting Practice as it applies from October 2019. The charity is a Public Benefit Entity as defined by FRS 102.

The accounts have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets. The principal accounting policies adopted are set out below.

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

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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.

The COVID-19 pandemic has meant that the charity's activities have been curtailed as many school trips and clubs have been cancelled so grant making has been limited in the past year. During the initial onset of the pandemic the charity's investments fell significantly. However, financial markets have since showed significant signs of recovery. The charity holds adequate reserves and is able to tailor its expenditure in-line with fluctuations in income. 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.

Permanent endowment funds have been provided to the charity to ensure a suitable income stream to finance the ongoing activities of the charity.

Details of the nature and purpose of each fund is set out in notes 15 and 16.

1.4 Incoming resources

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

Investment income is included when receivable. Unrealised gains are included on the bottom of the Statement of Financial Activities as an unrealised movement.

1.5 Resources expended

Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be recovered and is reported as part of the expenditure to which it relates.

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

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:

Computer Equipment	4 years straight line basis
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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 Fixed asset investments

Investments are stated in the Balance Sheet at their market value at the balance sheet date. All gains and losses arising from investment changes or revaluation are shown in the Statement of Financial Activities. Realised gains and losses on investments are calculated as the difference between the disposal proceeds and either purchase cost (for current year acquisitions) or market value at the start of the year (for investments acquired in previous years).

1.8 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 measure 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 measure 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 rate method.

1.9 Grants payable

Grants for charitable purposes are recognised when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants are recognised as expenditure when the conditions attached are fulfilled.

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

1.10 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). Where it is not possible to estimate the recoverable amount of an individual asset, the charity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

1.11 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits with banks and other short-term liquid investments with original maturities of three months or less.

1.12 Taxation

The charity is exempt from corporation tax on charitable activities.

1.13 Employee benefits

The cost of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

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.

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.

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

3 Income from Ipswich School

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income from Ipswich School	20,864	-	20,864	17,541
	<u>20,864</u>	<u>-</u>	<u>20,864</u>	<u>17,541</u>
For the year ended 31 March 2020	<u>17,541</u>	<u>-</u>		<u>17,541</u>

4 Investment income

	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income from listed investments	25,853	239	26,092	25,578
Interest receivable	-	-	-	-
	<u>25,853</u>	<u>239</u>	<u>26,092</u>	<u>25,578</u>
For the year ended 31 March 2020	<u>25,345</u>	<u>233</u>		<u>25,578</u>

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

5 Charitable activities

	Grants payable £	Support costs £	Total 2021 £	Total 2020 £
Grant funding of activities (see note 6)	(420)	-	(420)	15,952
Share of support costs (see note 7)	-	1,721	1,721	2,377
Share of governance costs (see note 7)	-	1,591	1,591	1,530
	<u>(420)</u>	<u>3,312</u>	<u>2,892</u>	<u>19,859</u>
Analysis by fund				
Unrestricted funds	(420)	3,312	2,892	
Restricted funds	-	-	-	
	<u>(420)</u>	<u>3,312</u>	<u>2,892</u>	
For the year ended 31 March 2020				
Unrestricted funds	15,952	3,907		19,859
Restricted funds	-	-		-
	<u>15,952</u>	<u>3,907</u>		<u>19,859</u>

6 Grants payable

	2021 £	2020 £
Grants to individuals - 1 grant (2020: 104)	(420)	15,952
	<u>(420)</u>	<u>15,952</u>
Reconciliation of grants payable	2021 £	2020 £
Commitment at 31 March 2020	580	650
Commitments made in the year	(420)	15,952
Grants paid during the year	(580)	(29,984)
Grants cancelled during the year	420	13,962
Commitments at 31 March 2021	<u>-</u>	<u>580</u>

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

7 Support costs

	Support costs	Governance costs	2021	2020	Basis of allocation
	£	£	£	£	
Staff costs	428	-	428	968	Direct
Depreciation	-	-	-	62	Direct
Administration	503	-	503	749	Direct
Insurance	598	-	598	598	Direct
Examination fees	-	1,591	1,591	1,530	Direct
Payroll	192	-	192	-	Direct
	<u>1,721</u>	<u>1,591</u>	<u>3,312</u>	<u>3,907</u>	

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or reimbursed expenses during this year or the prior year.

9 Employees

Number of employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	1	1
Employment costs		
	£	£
Wages and salaries	428	968

There were no employees whose remuneration was £60,000 or more during 2021 or 2020.

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Tangible fixed assets

	Computer Equipment £
Cost	
At 1 April 2020	329
Additions	-
	<hr/>
At 31 March 2021	329
	<hr/>
Depreciation and impairment	
At 1 April 2020	329
Depreciation charged in the year	-
	<hr/>
At 31 March 2021	329
	<hr/>
Carrying amount	
At 31 March 2020	-
	<hr/> <hr/>
At 31 March 2021	-
	<hr/> <hr/>

11 Fixed asset investments

	£
Valuation	
At 31 March 2020	740,298
Valuation changes	152,979
	<hr/>
At 31 March 2021	893,277
	<hr/>
Historical cost:	
At 31 March 2021	438,895
	<hr/>
At 31 March 2020	438,895
	<hr/>
Investment details:	
	£
Endowed	664,742
Unrestricted	220,311
Restricted	8,224
	<hr/>
	893,277
	<hr/>

Investments as at 31 March 2021 and 2020 consist entirely of COIF Investment Funds.

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

12 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Prepayments and accrued income	151	31,710
	<u>151</u>	<u>31,710</u>

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Grants payable	-	580
Accruals and deferred income	3,120	1,530
	<u>3,120</u>	<u>2,110</u>

14 Analysis of net assets between funds

	Unrestricted £	Restricted £	Endowment £	Total £
Fund balances at 31 March 2021 are represented by:				
Tangible assets	-	-	-	-
Investments	220,311	8,224	664,742	893,277
Current assets/ (liabilities)	94,876	3,165	-	98,041
	<u>315,187</u>	<u>11,389</u>	<u>664,742</u>	<u>991,318</u>

	Unrestricted £	Restricted £	Endowment £	Total £
Fund balances at 31 March 2020 are represented by:				
Tangible assets	-	-	-	-
Investments	182,582	6,815	550,901	740,298
Current assets/ (liabilities)	51,000	2,927	-	53,927
	<u>233,582</u>	<u>9,742</u>	<u>550,901</u>	<u>794,225</u>

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

15 Endowment funds

	Balance at 1 April 2020	Movement in funds			Balance at 31 March 2021
		Income	Expenditure	Unrealised gains/ (losses) on investments	
	£	£	£	£	£
Permanent endowments					
Northgate Fund	550,901	-	-	113,841	664,742
	<u>550,901</u>	<u>-</u>	<u>-</u>	<u>113,841</u>	<u>664,742</u>
	<u><u>550,901</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>113,841</u></u>	<u><u>664,742</u></u>

The Endowment fund represents those assets, which must be held permanently by the charity, principally investments. Income arising on the endowment fund can be used in accordance with the objects of the charity and is included as unrestricted income. Any gains or losses arising on the investments and legal advice relating to the fund are charged against the fund.

	Balance at 1 April 2019	Movement in funds			Balance at 31 March 2020
		Income	Expenditure	Unrealised gains/ (losses) on investments	
	£	£	£	£	£
Permanent endowments					
Northgate Fund	568,915	-	-	(18,014)	550,901
	<u>568,915</u>	<u>-</u>	<u>-</u>	<u>(18,014)</u>	<u>550,901</u>
	<u><u>568,915</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>(18,014)</u></u>	<u><u>550,901</u></u>

NORTHGATE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

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 April 2020	Movement in funds		Unrealised gains/(losses) on investments	Balance at 31 March 2021
	£	Income £	Expenditure £	£	£
E Hayter Fund	9,742	239	-	1,408	11,389

The E Hayter Fund is a legacy received towards the promotion of music in small primary schools.

	Balance at 1 April 2019	Movement in funds		Unrealised gains/(losses) on investments	Balance at 31 March 2020
	£	Income £	Expenditure £	£	£
E Hayter Fund	9,732	233	-	(223)	9,742

17 Related parties

There have been no related party transactions in the current or prior year that require disclosure.