

Charity Registration No. 701194

Company Registration No. 02332073 (England and Wales)

THE MALTINGS (BERWICK) TRUST
CONSOLIDATED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

THE
MALTINGS
BERWICK

THE MALTINGS (BERWICK) TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Jonathan Lang Scott Sherrard Susan Smith William Jackson Susan Hallsworth Matthew Runham Laura Catterall	(Appointed 1 April 2020) (Appointed 18 October 2021)
Executive Director and Chief Executive	Rosanne Lamont	
Also known as	The Maltings	
Secretary	Rosanne Lamont	
Charity number	701194	
Company number	02332073	
Registered office	The Maltings Theatre & Cinema Eastern Lane Berwick upon Tweed TD15 1AJ	
Independent examiner	RMT Accountants & Business Advisors Ltd Gosforth Park Avenue Newcastle upon Tyne NE12 8EG	
Bankers	CAF Bank Limited 25 Kings Hill Avenue West Malling Kent ME19 4JQ	
Solicitors	Adam Douglas & Son 49/51 Bridge Street Berwick upon Tweed TD15 1ES	

THE MALTINGS (BERWICK) TRUST

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THE MALTINGS (BERWICK) TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report and together with the consolidated financial statements of the charity and its subsidiary 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 memorandum and articles of association and the Trust Deed dated 2nd May 1989, 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) (effective 1 January 2015)"

Objectives and activities

The charity's objects are to "promote, maintain, improve and advance education particularly by the encouragement and provision of all forms of the Arts. Principally for, but not restricted to, everyone in the North East of England and the Scottish Borders".

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

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Jonathan Lang	
Janette Casson MBE	(Resigned 23 September 2020)
Scott Sherrard	
Graham Brown	(Resigned 23 September 2020)
Charles Euan Duthie Q.C.	(Resigned 1 April 2021)
Susan Smith	
William Jackson	
Susan Hallsworth	
Matthew Runham	(Appointed 1 April 2020)
Laura Catterall	(Appointed 18 October 2021)

The maximum number of trustees is unlimited.

Staff team as at 31 March 2021

<i>Programming and Projects Associate:</i>	Daniel Cox
<i>Duty Manager:</i>	Neil Davidson
<i>Housekeeping:</i>	Januario Espejo
<i>Box office:</i>	Ross Graham
<i>Invigilator:</i>	Sarah Graham
<i>Theatre Manager:</i>	Shona Hammon
<i>Communications Officer:</i>	Eve Johnstone
<i>Executive Director (CEO):</i>	Rosanne Lamont
<i>Head of Visual Arts:</i>	James Lowther
<i>Box Office:</i>	Cloudy Manningham
<i>Technical Manager:</i>	James Manningham
<i>Invigilator:</i>	Caitlin Mutch
<i>Box Office:</i>	Charlotte Payne
<i>Invigilator:</i>	Oliver Payne
<i>Head of Youth Drama:</i>	Wendy Payne
<i>Technician:</i>	Kirk Sim
<i>Learning & Education Manager</i>	Val Tobias

THE MALTINGS (BERWICK) TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

1. Chairman's statement

1.1 Introduction

The Maltings is the cultural heart of Berwick. We are passionate about ensuring that high quality theatre, cinema, live performances, dance, art exhibitions, talks and festivals are available and accessible to all. We operate three principal venues (the main theatre building at Eastern Lane, the Gymnasium Gallery in Berwick's historic Barracks and the Granary Gallery) and venture further afield as required.

We are the principal professional digital cinema serving a rural area of 1,000 square miles. As a principal creative hub, and an organisation with social objectives, we have a strong partnership programme with artists, local organisations, schools and community groups to create and hold events and also have a well-established outreach programme: community and audience engagement is at the heart of what we do. Our visual arts programme is a major regional resource for visual arts development and learning, supports emerging artists and has an international reach for our residencies. Over the last 30 years over 1,000 artists and companies have performed at the Maltings with over 1 million tickets sold. The annual programme is varied and includes over 600 events, screenings, workshops and exhibitions each year.

1.2 The last year

On 23 March 2020, the Trust faced the unprecedented restrictions triggered by the COVID-19 pandemic and was forced to close its doors. The catastrophic impact of closure was compounded by the loss of future ticket income including the annual pantomime, shop sales and catering income. The Trust had to abandon its annual programme and cancel all scheduled events. Tickets were refunded or exchanged for customer credits and donations where possible. The support of our primary funders and the generosity of our loyal customer base was incredible and allowed the Trust to manage enforced closure and adapt to phased reopening as circumstances changed. The Finance and General Purposes Committee responded to the challenge by meeting at first weekly, then monthly to ensure the ongoing health of the charity and its staff. The Trustees received regular updates and approved a flexible operating budget so we could adapt quickly as events unfolded.

The Trust's visual arts initiative, Berwick Visual Arts, was eventually able to operate in a limited capacity and with strict social distancing rules in place to support the successful opening of The Glasgow Boys and Girls exhibition in September. Our commissioning and residency programme includes a long term partnership with Newcastle University's Centre for Rural Economy and Institute for Creative Arts Practice. Photographer Joanne Coates was our artist in residence in Northumberland during the lockdown, documenting the working life of women farmers. Visitors were invited to meet Joanne, view some of the work done to date and find out more about the project. She also offered a family friendly workshop outdoors.

We also managed to put on a red light display of the building to help celebrate RED Alert day and raise awareness of the devastating affects COVID-19 has had, and continues to have, on the events sector. We worked in partnership with Culture Bridge North East to support the delivery of 'Discover at Home Arts Award'. The award was a special version of Arts Awards Discover in response to the COVID-19 outbreak involving parents and carers in helping children take part. We remained actively involved with Northumberland Education Partnership and supported visual arts and dance across the county on behalf of Northumberland Arts Development.

Technology proved to be the way forward this year enabling our successful digital show 'Christmas with the Hobbs' (a collaboration with Alnwick Playhouse and Queens Hall Arts) providing festive animation for the whole family to enjoy. E- tickets, viewing from home and virtual meetings all became the norm. Berwick Visual Arts hosted an online talk and Q&A by Jo Meacock on artist Maggie Hamilton to coincide with the Glasgow Boys and Girls exhibition.

In parallel with adapting and reimagining our artistic programme, the Trustees and Executive have focused on reviewing and enhancing our financial processes and building our reserves to provide a more secure foundation for the future development of the organisation.

THE MALTINGS (BERWICK) TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

1.3 The future

While the issues of inflation, and an increasingly uncertain public sector and business climate are important, COVID-19 remains the biggest concern in relation to our ongoing operation. Our trading income is very unpredictable due to the impact of the pandemic on our sector. This year we have successfully applied for emergency, recovery and resilience funding made available by central and local government schemes. This vital funding will help us carry on during this difficult period and ensure that by the anticipated end of restrictions we are in a position to open either fully or partially (dependent on Government advice).

Longer term, we continue to develop our business plan to encompass the transition to a planned new venue at Eastern Lane. Our ongoing work with Northumberland County Council has successfully secured Borderlands Growth funding to support the new venue, with a current goal of opening in 2025. The Trust will continue to be central to the culture-led regeneration of Berwick and the surrounding area. We will strive to be a crucial social and community hub at the forefront of our community's COVID-19 recovery. We are working towards projects that will improve mental health, education and wellbeing. We will use available funding to meet our charitable objectives, whilst also supporting the rebuilding of our local economy.

1.4 Acknowledgements

We are grateful for the continued support of our main funders – Northumberland County Council and Arts Council England. We are also grateful for the continued support of DCMS and the government's COVID-19 related funding schemes, without which we would have struggled to survive.

The public's generosity has been overwhelming and we are extremely grateful for all the donations made throughout our public campaign, and for our audiences' understanding around rescheduling events.

The Trust continues to be indebted to all members of staff and volunteers, led by CEO Ros Lamont, for their continuing enthusiasm, commitment and loyalty.

The Trustees would also like to give their heartfelt thanks to Euan Duthie Q.C. who steps back as Chairman after 3 years of tireless support and leadership. This year was an immense challenge to us all and Euan has been an important part of the management process throughout the crisis.

Finally, I must thank my fellow Trustees for their enormous efforts, commitment and diligence throughout this year. Their experience, energy and wisdom have proven invaluable.

Susan Hallsworth
Chair of the Board of Trustees

THE MALTINGS (BERWICK) TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

2. Structure, governance and management

2.1 Governing Instruments

The Trust is governed by a Trust Deed dated 2nd May 1989, and Memorandum and Articles of Association dated 12th October 2010 and as amended by Special Resolution 4th December 2017.

2.2 Organisation of the charity

The Maltings (Berwick) Trust was established in 1989 as a company limited by guarantee and a registered charity. The company has no share capital.

Every member of the charity promises, if the charity is dissolved while he or she a member or within twelve months after he or she ceases to be a member, to contribute such sum (not exceeding £10) as may be demanded of him or her towards the payment of the debts and liabilities of the charity incurred before he or she ceases to be a member, and the costs charges and expenses of winding up, and the adjustment of the rights of the contributories among themselves.

2.3 Trustees / Directors

The maximum number of Trustees/Directors is unlimited. At each annual general meeting, the third of elected Trustees who have been longest in office are required to retire. A retiring elected Trustee is eligible for re- election for one additional term.

The Board of Trustees meet formally every three months, with an annual general meeting held every autumn and further informal meetings as required. The Finance and General Purposes Sub Committee meets on a quarterly cycle between Board meetings and further as required.

Policy decisions, risk management, fundraising, capital development and financial issues are regularly referred to the Trustees. All programming, external affairs, resource and operational decisions are delegated to the Executive Director, who may consult the Trustees as required.

The Trustees serving during the year ended 31 March 2021 as Directors of the company are noted above.

2.4 Trustees' Interests

The Trustees, as Directors of the company, have subscribed to guarantee the sum of up to £10 each to the debts of the Trust in the event of a winding up. The Trustees have no other financial interests in The Maltings and all of their time and services are provided on an entirely voluntary basis.

2.5 Risk statement

The Board of Trustees takes the risks to which The Maltings (Berwick) Trust is exposed very seriously. With additional emphasis on risk within SORP FRS 102, the Board has established a rolling risk register, which is reviewed regularly by the Finance and General Purposes Sub Committee, and subsequently by the full Board.

THE MALTINGS (BERWICK) TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

These areas of risk merit special attention:

COVID-19 risk

The ongoing COVID-19 pandemic continues to generate a significant level of uncertainty in the global economy. The Board regularly assess the likely effects on the charity's operations in an attempt to mitigate the risk as far as possible. The measures put in place by the government to contain COVID-19 involve a high degree of social disruption which has affected the delivery and demand for the activities of the charity and the way staff perform their duties. The implications for the charity's income, expenditure and commitments are unpredictable and could be substantial. In response, The Trust's executive and Trustees have taken steps to ensure the organisation's resilience by ensuring:

- Staff are fully equipped for remote working whilst still being able to collaborate and communicate using secure online platforms.
- Systems are in place to ensure our buildings are COVID-19 safe, and thus encouraging the return of audiences and participants.
- Balance and alignment of our artistic ambition with our ability to generate income resulting in a manageable deficit position.
- Resources are managed carefully and creatively whilst recognising the need for artistic output and community engagement in line with our charitable objectives.
- The F & GP Committee monitors cash flow and budgets closely and is striving to improve liquidity as a priority.

COVID-19 risk

The ongoing COVID-19 pandemic continues to generate a significant level of uncertainty in the global economy. The Board regularly assess the likely effects on the charity's operations in an attempt to mitigate the risk as far as possible.

3. Achievements and performance

3.1 Cinema

Cinema remains a crucial revenue stream and one of our most universally appealing programme strands. Under normal trading conditions, we offer digital quality films in both our Main House and the Studio, showing an increasing number of mainstream films in their first week of release. Our Programme Manager also works closely with Berwick Film Society to maintain the frequency and range of film on offer. Our event broadcast programme has been on hold during 2020/21, but we will return to full capacity as soon as possible to ensure our community can access the work of the National Theatre, Royal Opera House, Royal Ballet and Royal Shakespeare Company, as well as live streams of popular music events.

3.2 Performing arts

Our performing arts programme for 2020/21 has been almost completely rescheduled into 2021/22 as a result of venue closure. We worked closely with Alnwick Playhouse and Queens Hall Arts on a digital offer for families at Christmas, 'Christmas with the Hobs' and our youtube screening of the previous year's pantomime for a limited 2 week period over Christmas 2020 was watched over 7,000 times.

3.3 Berwick Visual Arts

During 2020/21 we took the decision to reschedule all our planned exhibitions at the Gymnasium Gallery into 2021, and the gallery remained closed all year. We delayed the opening of our major Summer exhibitions in the Granary Gallery, Glasgow Boys and Girls, until September 2020 – it was able to stay open until November with timed entry and restricted visitor capacity.

3.4 Trading subsidiary

Trading has been severely limited throughout 2020/21 by the pandemic related restrictions on hospitality and households coming together. We operated limited opening between August and November.

THE MALTINGS (BERWICK) TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

3.5 Plans for the future

We will, in common with the wider cultural sector, innovate and respond in order to recover from the adverse effects of the COVID-19 pandemic.

We are committed to a wide-ranging review of our operations and programme to ensure the streamlined and efficient use of all our resources going forward, and our organisational agility in the longer term. This is intended to provide a solid foundation for a four year period of transition and change as we work with NCC on the Eastern Lane capital development.

We will strive to deliver a finely judged balance between delivering against financial, social and artistic objectives in all our endeavours. Growing our engagement with hard to reach audiences and first time attenders continues to be central to our future planning.

4. Engaging with the Community

Community and audience engagement is at the heart of our operations. The Maltings will re-establish its working relationships with all the local groups who regularly used our resources and facilities, including:

Berwick Film Society
Berwick Film and Media Arts Festival
Berwick Literary Festival
Berwick Middle School Berwick Operatic Society
Holy Trinity First School
Longridge Towers School
Maltings Junior Youth Theatre
Maltings Youth Theatre
Northumberland Arts Development - Dance
Northumberland Arts Development - Visual Arts
Spittal Variety Group
Thursday Singers
Tweedmouth Middle School
Tweed Music Centre / Music Partnership North
Berwick Educational Association

5. Financial review

5.1 Restricted funding grants 2020/21

Restricted funds continue to support initiatives and projects which are ongoing.

5.2 Investment policy and performance

The Board's investment powers are set out in the Trustee Act 2000. The Maltings (Berwick) Trust can invest until needed any part of its capital or income not required for the immediate running of the organisation. Interest rates remain at a very low level resulting in no earnings from interest for 2020/21. It is the Board's objective to provide the best possible return from investments, as well as conforming to the Trust's policy on ethical investments.

5.3 Reserves

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 six month's operating costs. 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. The current economic situation is making this a challenge but the Trustees are confident that the actions taken to reduce costs and conserve resources will mean an adequate level of reserves can be maintained throughout the year to assist with working capital needs.

THE MALTINGS (BERWICK) TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

5.3 Reserves (continued)

As can be seen in note 27, we currently have a group surplus of £191,678 of free reserves (unrestricted funds less fixed assets).

We have achieved the desired range of minimum three months reserves and we continue to assess liquidity needs through what will be another difficult trading year. The Trust is confident they have sufficient liquid reserves to maintain operations recognising trading revenue will be limited.

5.4 Fixed assets

Movement in fixed assets are shown in note 17 to the accounts.

5.5 Public benefit

In considering the operation, achievements and performance and finances of the charity, the directors/trustees are satisfied that public benefit has been provided in accordance with the Charities Act 2011 and guidance provided by the Charities Commission.

Statement of trustees' responsibilities

The trustees, who are also the directors of The Maltings (Berwick) Trust for the purpose of company law, are responsible for preparing the Trustees' Report 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. 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 MALTINGS (BERWICK) TRUST

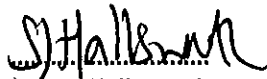
TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

Small company exemptions

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

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



Susan Hallsworth

Chair of the Board of Trustees

Dated: 01.2.21

THE MALTINGS (BERWICK) TRUST
INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF THE MALTINGS (BERWICK) TRUST

I report to the trustees on my examination of the consolidated financial statements of The Maltings (Berwick) Trust ('the charity') and its subsidiary ('the group') for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the consolidated financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

An audit dispensation was granted to the charity by the Charity Commission on 9 November 2021 under regulation 34(3)(b) of the Charities (Accounts and Reports) Regulations 2008.

Having satisfied myself that the financial statements of the charity 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 the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the group's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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 that in any material respect:

- 1 accounting records were not kept in respect of the group and the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.



Stephen Slater FCA
Member of the Institute of Chartered Accountants in England and Wales
for and on behalf of RMT Accountants & Business Advisors Ltd
Gosforth Park Avenue
Newcastle upon Tyne
NE12 8EG

Dated: 23/12/2021

THE MALTINGS (BERWICK) TRUST

GROUP STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

Current financial year

		Unrestricted	Restricted	Total	Total
		funds	funds	2021	as restated
	Notes	£	£	£	2020
					£
Income and endowments from:					
Donations and legacies	3	867,899	-	867,899	329,700
Charitable activities	4	67,602	-	67,602	442,733
Other trading activities	5	40,749	-	40,749	340,473
Investments	6	-	-	-	42
Other income	8	-	45,000	45,000	152,474
Total Income		976,250	45,000	1,021,250	1,265,422
Expenditure on:					
Raising funds	9	35,281	12,090	47,371	101,395
Trading subsidiary		151,488	-	151,488	255,482
Charitable activities	10	444,675	123,709	568,384	784,479
Other	15	4,350	25,030	29,380	132,245
Total resources expended		635,794	160,829	796,623	1,273,601
Tax credits receivable		11,204	-	11,204	28,250
Gross transfers between funds	26	(98,061)	98,061	-	-
Net income/(expenditure) for the year/ Net movement in funds		253,599	(17,768)	235,831	20,071
Fund balances at 1 April 2020		51,611	149,011	200,622	180,551
Fund balances at 31 March 2021		305,210	131,243	436,453	200,622

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE MALTINGS (BERWICK) TRUST

GROUP STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

Prior financial year

	Notes	Unrestricted funds £	Restricted funds £	Total as restated 2020 £
Income and endowments from:				
Donations and legacies	3	329,700	-	329,700
Charitable activities	4	428,983	13,750	442,733
Other trading activities	5	340,473	-	340,473
Investments	6	42	-	42
Other income	8	13,224	139,250	152,474
Total income		1,112,422	153,000	1,265,422
Expenditure on:				
Raising funds	9	98,683	2,712	101,395
Trading subsidiary		255,482	-	255,482
Charitable activities	10	706,971	77,508	784,479
Other	15	10,971	121,274	132,245
Total resources expended		1,072,107	201,494	1,273,601
Tax credits receivable		28,250	-	28,250
Net income/(expenditure) for the year/ Net movement in funds		68,565	(48,494)	20,071
Fund balances at 1 April 2019		(16,954)	197,505	180,551
Fund balances at 31 March 2020		51,611	149,011	200,622

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE MALTINGS (BERWICK) TRUST

GROUP BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	As restated 2020 £	£
Fixed assets					
Tangible assets	17		136,406		295,482
Heritage assets	18		55,300		55,300
Goodwill	19		7,740		10,320
			<u>199,446</u>		<u>361,102</u>
Current assets					
Stocks	21	3,384		6,012	
Debtors	22	37,567		52,572	
Cash at bank and in hand		429,091		36,985	
		<u>470,042</u>		<u>95,569</u>	
Creditors: amounts falling due within one year	23	(134,333)		(176,903)	
Net current assets/(liabilities)			<u>335,709</u>		<u>(81,334)</u>
Total assets less current liabilities			535,155		279,768
Creditors: amounts falling due after more than one year	24		(98,702)		(79,146)
Net assets			<u>436,453</u>		<u>200,622</u>
Income funds					
Restricted funds	26		131,243		149,011
Unrestricted funds - general			305,210		51,611
			<u>436,453</u>		<u>200,622</u>

THE MALTINGS (BERWICK) TRUST

GROUP BALANCE SHEET

AS AT 31 MARCH 2021

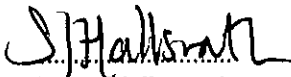
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 01.12.21



Susan Hallsworth

Chair of the Board of Trustees

Company Registration No. 02332073

THE MALTINGS (BERWICK) TRUST

CHARITY BALANCE SHEET

AS AT 31 MARCH 2021

		2021		2020 as restated	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	17		130,951		288,657
Heritage assets	18		55,300		55,300
Investments	20		100		100
			<u>186,351</u>		<u>344,057</u>
Current assets					
Stocks	21	-		1,129	
Debtors	22	32,669		68,214	
Cash at bank and in hand		416,408		30,036	
			<u>449,077</u>	<u>99,379</u>	
Creditors: amounts falling due within one year	23	(125,769)		(158,369)	
Net current assets/(liabilities)			<u>323,308</u>		<u>(58,990)</u>
Total assets less current liabilities			509,659		285,067
Creditors: amounts falling due after more than one year	24		(55,382)		(79,146)
Net assets			<u>454,277</u>		<u>205,921</u>
Income funds					
Restricted funds	26		131,243		149,011
Unrestricted funds - general			323,034		56,910
			<u>454,277</u>		<u>205,921</u>

THE MALTINGS (BERWICK) TRUST

CHARITY BALANCE SHEET

AS AT 31 MARCH 2021

As permitted by s408 of the Companies Act 2006, the charity has not presented its own income and expenditure account and related notes. The charity's net incoming resources for the year was £248,356 (2020: £25,370)

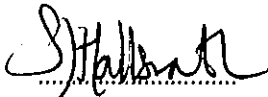
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 01.12.21



Susan Hallsworth
Chair of the Board of Trustees

Company Registration No. 02332073

THE MALTINGS (BERWICK) TRUST
GROUP STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021		2020 as restated	
		£	£	£	£
Cash flows from operating activities					
Cash generated from operations	29		364,973		30,780
Investing activities					
Purchase of tangible fixed assets		-		(10,893)	
Purchase of subsidiaries		-		(12,900)	
Interest received		-		42	
Net cash used in investing activities			-		(23,751)
Financing activities					
Proceeds from loans		50,000		-	
Repayment of bank loans		(22,867)		(22,052)	
Net cash used in financing activities			27,133		(22,052)
Net (decrease)/increase in cash and cash equivalents			392,106		(15,023)
Cash and cash equivalents at beginning of year			36,985		52,008
Cash and cash equivalents at end of year			<u>429,091</u>		<u>36,985</u>

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity Information

The Maltings (Berwick) Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is The Maltings Theatre & Cinema, Eastern Lane, Berwick upon Tweed, TD15 1AJ.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's memorandum and articles of association, 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 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 £.

The financial statements 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.

1.2 Going concern

The financial statements have been prepared on the going concern basis. The Board has a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. This includes taking into account the potential impact of COVID-19 to ensure that cashflow is positively managed and the impact to the charity's operations are mitigated. The Board has concluded that the going concern assumption is appropriate in preparing these financial statements.

The going concern basis assumes the on-going support of the Company's bankers and principal grant providers into the foreseeable future. Core funding from Northumberland County Council and Arts Council England has been awarded up to March 2022.

On this basis the Board continues to prepare the accounts on the basis that The Maltings remains a going concern. In the event of withdrawal or major reduction in funding, the use of this basis may need to be reviewed.

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 financial statements.

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

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

1.4 Incoming resources

Pre-production costs of events are recognised on the production date. Income from productions is recognised on the production date.

Donations and grants are recognised when receivable, unless donors specify that grants must be used in future accounting periods, in which case the grant is deferred until those periods.

Grants for the purchase of fixed assets are deferred and released in line with the depreciation on the fixed asset.

When donors specify that donations and grants are for particular restricted purposes, which do not amount to pre-conditions regarding entitlement, the income is included as restricted income when receivable.

Programme Income represents income which is derived from the Trust's own promotions or derived from hire of the venue.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

1.5 Resources expended

Resources expended are included on an accruals basis.

Certain expenditure is directly attributable to specific activities and has been included in those expenditure categories.

Other costs, which are attributable to more than one activity, are apportioned on the basis of an estimate of the proportion of time spent by staff on those activities, Governance costs are those incurred in the Trust and primarily associated with constitutional and statutory requirements.

Irrecoverable VAT is allocated to expenditure on charitable activities and is disclosed in note 9 to the accounts.

Programming expenditure only includes expenditure paid out artists engaged to undertake promotions on the Trust's behalf.

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

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:

General equipment	5% / 10% straight line
Office equipment & furnishings	15% reducing balance
Computer equipment	25% straight line
Studio refurbishment	5% straight line
Kitchen equipment	10% 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.

Fixed Assets purchased prior to 31 March 2000 were capitalised 'at net cost after deduction of donations and grants toward their cost. Grants towards capital items are now treated as income to a designated fund and amortised over the capital life of the assets required. Fixed Assets are reviewed regularly for impairment and written down to their recoverable amount where necessary.

1.7 Heritage assets

The Maltings holds a 1950 Model D Steinway Piano which was donated by The Friends in 1990. Its value at acquisition was £16,445 but, in accordance with the accounting treatment at the time, was held at £nil net book value in the accounts.

Trustees recognise that this asset has appreciated in value since acquisition and will do so further. The Steinway is held and maintained principally for its contribution to culture within the 'community and has significant historical and artistic qualities.

Therefore, trustees have considered that the Steinway should be accounted for as a heritage asset which, under accounting standard FRS 102, should be recognised on the balance sheet at its current value.

Independent market valuation at March 2014 has been formally obtained from Besbrodes and a figure of £50,000 placed on the asset.

In 2011 The Maltings was donated an Otto Schwartz Baby Grand Piano GP 142. This was purchased by the donor for £3,300 and has therefore subsequently been valued at this amount. This has also been valued by Besbrodes in 2014 at a value of £5,000 and so has been revalued to this amount in these accounts.

In 2012 The Maltings was donated a Danemann Library Grand Piano. This has been included at an independent valuation by Besbrodes as at 31st March 2014 of £300.

In the opinion of the trustees, the value of these items has not significantly changed.

The policy for receiving, accounting for, managing, preserving and disposing of such assets is held by trustees. The Maltings currently does not hold any other assets considered to be heritage assets but would account for these in the same way upon acquisition.

Trustees regularly review the value of these assets. Following guidance laid down in the provisions of FRS 102, Trustees do not consider that depreciation is appropriate for this class of assets.

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

1.8 Goodwill

Goodwill represents the excess of the cost of acquisition of unincorporated businesses over the fair value of net assets acquired. It is initially recognised as an asset at cost and is subsequently measured at cost less accumulated amortisation and accumulated impairment losses. Goodwill shall be considered to have a finite useful life and shall be amortised on a systematic basis over its life, being 5 years.

1.9 Fixed asset Investments

Fixed asset investments are initially measured at transaction price excluding transaction costs and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

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).

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.11 Stocks

Stocks include items for resale and are stated at the lower of cost and estimated selling price less costs to complete and sell.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.12 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.

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

1.13 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.

1.14 Employee benefits

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.

1.15 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

Eligible staff are admitted to the NEST Auto Enrolment pension scheme with the employer's contribution currently confirmed at 3% of salary.

1.16 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

1.17 Legal status of the charity

The company is limited by guarantee and has no share capital. In the event of a winding up, every member undertakes to contribute to the payment of liabilities such amount as may be required not exceeding the total of £1.

1.18 Charitable funds

Unrestricted Funds

The Revenue Fund is an unrestricted fund which is available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Restricted Funds

Restricted funds are funds to be used in accordance with specific restrictions imposed by donors or raised for particular purposes. Costs relating to these funds are charged against the specific fund.

Restricted funds comprise:-

- The Third Age Project: for the provision of free theatre tickets and transport for the elderly only.
- Awards For All: Projection Equipment: for the purchase of a projector only.
- Community Foundation/Business Enterprise: for funding improvements to the charitable companies web site.
- Arts Council Visual Arts Study: for the visual arts study only.
- Berwick Visual Arts: to develop and promote visual arts within the region.
- Borderlands: for the provision of feasibility and planning work in relation to a new venue.
- Glasgow Boys and Girls: for the exhibition of art works from the Fleming Wyfold Collection in the Granary Gallery.
- NCC Branding: for developing new branding and visual identity for The Maltings (Berwick) Trust.

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.

Critical judgements

The following judgements (apart from those involving estimates) have had the most significant effect on amounts recognised in the financial statements.

Assessing indicators of impairment

In assessing whether there have been any indicators of impairment of assets, the trustees have considered both external and internal sources of information such as market conditions and experience of recoverability. There have been no valuations carried out by external surveyors to report.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

2 Critical accounting estimates and judgements

Determining residual values and useful economic lives of tangible fixed assets

The company depreciates tangible fixed assets over their estimated useful lives. The estimation of the useful lives of assets is based on historic performance as well as expectations about future use and therefore requires estimates and assumptions to be applied by management. The actual lives of these assets can vary depending on a variety of factors, including technological innovation, product life cycles and maintenance programmes.

Judgement is applied by trustees when determining the residual values for tangible fixed assets. When determining the residual value trustees aim to assess the amount that the company would currently obtain for the disposal of the asset, if it were already of the condition expected at the end of its useful economic life. Where possible this is done with reference to external market prices. The carrying amount of tangible fixed assets at the reporting end date was £130,951 (2020 - £288,657)

3 Donations and legacies

	2021 £	2020 £
Donations and gifts	91,202	70,305
Grants received	776,697	259,395
	<u>867,899</u>	<u>329,700</u>
Grants receivable for core activities		
Northumberland County Council	83,008	83,008
Arts Council England, North East	179,633	176,387
Arts Council England Culture Recovery Fund	207,000	-
Arts Council England Emergency Response Fund	51,148	-
Coronavirus Job Retention Scheme	248,908	-
Business Support Grant	7,000	-
	<u>776,697</u>	<u>259,395</u>

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

4 Charitable activities

	Theatre	Cinema	Visual Arts and Dance	Classes	Total 2021	Total 2020 as restated
	2021 £	2021 £	2021 £	2021 £	£	£
Sales within charitable activities	3,834	674	3,274	40	7,822	404,477
Performance related grants	-	-	56,782	-	56,782	33,387
Other income	-	-	2,998	-	2,998	4,869
	<u>3,834</u>	<u>674</u>	<u>63,054</u>	<u>40</u>	<u>67,602</u>	<u>442,733</u>
Analysis by fund						
Unrestricted funds - general	3,834	674	63,054	40	67,602	428,983
Restricted funds	-	-	-	-	-	13,750
	<u>3,834</u>	<u>674</u>	<u>63,054</u>	<u>40</u>	<u>67,602</u>	<u>442,733</u>

For the year ended 31 March 2020

	Theatre	Cinema	Visual Arts and Dance	Classes	Total 2020 As restated
	£	£	£	£	£
Sales within charitable activities	197,092	162,456	34,275	10,654	404,477
Performance related grants	-	-	33,387	-	33,387
Other income	-	-	4,869	-	4,869
	<u>197,092</u>	<u>162,456</u>	<u>72,531</u>	<u>10,654</u>	<u>442,733</u>
Analysis by fund					
Unrestricted funds - general	197,092	162,456	58,781	10,654	428,983
Restricted funds	-	-	13,750	-	13,750
	<u>197,092</u>	<u>162,456</u>	<u>72,531</u>	<u>10,654</u>	<u>442,733</u>

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

5 Other trading activities

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Subsidiary income	39,611	302,183
Bar & confectionery sales	-	24,867
Letting	891	8,298
Advertising income	247	5,125
	<hr/>	<hr/>
Other trading activities	40,749	340,473
	<hr/>	<hr/>

6 Investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Interest receivable	-	42
	<hr/>	<hr/>

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

7 Commercial trading operations and Investment In trading subsidiary

The wholly owned trading subsidiary, The Maltings (Berwick) Catering Limited (company number 11853135), which is incorporated in the United Kingdom will pay its entire available profits to the charity by gift aid. The Maltings (Berwick) Catering Limited provides the trading services of the charity. The charity owns the entire share capital of 100 ordinary £1 share. A summary of the trading results is shown below:-

	2021 £	2020 £
Turnover	39,611	300,993
Cost of sales	(10,766)	(77,914)
Gross profit	28,845	223,079
Other income	99,352	1,190
Administration expenses	(140,722)	(229,568)
	<u>(12,525)</u>	<u>(5,299)</u>
The assets and liabilities of the subsidiary were:		
Fixed assets	13,195	17,145
Current assets	25,343	12,053
Creditors due within one year	(12,942)	(34,397)
Creditors falling due after more than one year	(43,320)	-
	<u>(17,724)</u>	<u>(5,199)</u>
Aggregate share capital and reserves	<u>(17,724)</u>	<u>(5,199)</u>

8 Other income

	Restricted funds	Total Unrestricted funds general		Restricted funds	Total
	2021 £	2021 £	2020 £	2020 £	2020 £
Other Income	<u>45,000</u>	<u>45,000</u>	<u>13,224</u>	<u>139,250</u>	<u>152,474</u>

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

9 Raising funds

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total Unrestricted funds general 2021 £	Restricted funds 2020 £	Total 2020 £
Bar & confectionery costs	-	-	-	12,508	12,508
Support costs	35,281	12,090	47,371	2,712	88,887
Trading costs	35,281	12,090	47,371	98,683	101,395

10 Charitable activities

	Theatre 2021 £	Cinema 2021 £	Visual Arts and Dance 2021 £	Total 2021 £	Total 2020 as restated £
Staff costs	-	-	57,114	57,114	95,508
Operating costs	5,051	208	55,518	60,777	278,349
	5,051	208	112,632	117,891	373,857
Share of support costs (see note 11)	157,511	27,388	255,025	439,924	390,885
Share of governance costs (see note 11)	-	4,442	6,127	10,569	19,737
	162,562	32,038	373,784	568,384	784,479
Analysis by fund					
Unrestricted funds - general	121,390	24,879	298,406	444,675	706,971
Restricted funds	41,172	7,159	75,378	123,709	77,508
	162,562	32,038	373,784	568,384	784,479

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Charitable activities (continued)

For the year ended 31 March 2020

	Theatre	Cinema	Visual Arts and Dance	Classes	Total 2020 As restated
	£	£	£	£	£
Staff costs	14,020	-	72,280	9,208	95,508
Operating costs	85,361	76,664	116,324	-	278,349
	<u>99,381</u>	<u>76,664</u>	<u>188,604</u>	<u>9,208</u>	<u>373,857</u>
Share of support costs (see note 11)	188,203	155,130	37,379	10,173	390,885
Share of governance costs (see note 11)	9,503	7,833	1,887	514	19,737
	<u>297,087</u>	<u>239,627</u>	<u>227,870</u>	<u>19,895</u>	<u>784,479</u>
Analysis by fund					
Unrestricted funds - general	291,054	234,654	161,694	19,569	706,971
Restricted funds	6,033	4,973	66,176	326	77,508
	<u>297,087</u>	<u>239,627</u>	<u>227,870</u>	<u>19,895</u>	<u>784,479</u>

11 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Staff costs	249,128	-	249,128	275,582	-	275,582
Depreciation and impairment	157,706	-	157,706	24,521	-	24,521
Box office	10,377	-	10,377	21,222	-	21,222
Premises & office costs	51,791	-	51,791	90,539	-	90,539
Marketing	8,378	-	8,378	31,119	-	31,119
General expenses	8,804	-	8,804	32,516	-	32,516
Accountancy	-	11,680	11,680	-	24,010	24,010
	<u>486,184</u>	<u>11,680</u>	<u>497,864</u>	<u>475,499</u>	<u>24,010</u>	<u>499,509</u>
Analysed between						
Trading	46,260	1,111	47,371	84,614	4,273	88,887
Charitable activities	439,924	10,569	450,493	390,885	19,737	410,622
	<u>486,184</u>	<u>11,680</u>	<u>497,864</u>	<u>475,499</u>	<u>24,010</u>	<u>499,509</u>

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

12 Independent examiner remuneration

The analysis of independent examiner's remuneration is as follows:

	2021 £	2020 £
Independent examination of the charity's annual accounts	2,400	2,400
Non-independent examination services		
Preparation of charity's annual accounts	1,200	1,200

13 Trustees

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

14 Employees

Number of employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Full time	8	10
Part time	10	12
	18	22

Employment costs

	2021 £	2020 £
Wages and salaries	289,063	344,848
Social security costs	12,650	20,303
Other pension costs	4,529	5,939
	306,242	371,090

The full time equivalent of staff was 12 (2020 - 15).

There were no employees whose annual remuneration was £60,000 or more.

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

15 Other

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £
Financing costs	4,350	-	4,350	10,971	-	10,971
Other expenditure	-	25,030	25,030	-	121,274	121,274
	<u>4,350</u>	<u>25,030</u>	<u>29,380</u>	<u>10,971</u>	<u>121,274</u>	<u>132,245</u>

16 Impairment

Impairment tests have been carried out where appropriate and the following impairment losses have been recognised in Statement of Financial Activities, incorporated within support costs:

	2021 £	2020 £
In respect of:		
Studio Refurbishment	<u>147,191</u>	<u>-</u>

17 Tangible fixed assets - Group

	General equipment £	Office equipment & furnishings £	Computer equipment £	Studio refurbishment £	Total £
Cost					
At 1 April 2020	177,147	15,891	34,832	332,230	560,100
Additions	-	-	-	-	-
At 31 March 2021	<u>177,147</u>	<u>15,891</u>	<u>34,832</u>	<u>332,230</u>	<u>560,100</u>
Depreciation					
At 1 April 2020	123,687	5,962	31,629	103,340	264,618
Depreciation charged in the year	6,620	1,801	766	2,698	11,885
Impairment losses	-	-	-	147,191	147,191
At 31 March 2021	<u>130,307</u>	<u>7,763</u>	<u>32,395</u>	<u>253,229</u>	<u>423,694</u>
Carrying amount					
At 31 March 2021	<u>46,840</u>	<u>8,128</u>	<u>2,437</u>	<u>79,001</u>	<u>136,406</u>
At 31 March 2020	<u>53,460</u>	<u>9,929</u>	<u>3,203</u>	<u>228,890</u>	<u>295,482</u>

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

17 Tangible fixed assets - Charity

	General equipment	Office equipment & furnishings	Computer equipment	Studio refurbishment	Total
	£	£	£	£	£
Cost					
At 1 April 2020	177,147	8,239	33,969	332,230	551,585
Additions	-	-	-	-	-
At 31 March 2021	177,147	8,239	33,969	332,230	551,585
Depreciation					
At 1 April 2020	123,687	4,440	31,461	103,340	262,928
Depreciation charged in the year	6,620	571	626	2,698	10,515
Impairment losses	-	-	-	147,191	147,191
At 31 March 2021	130,307	5,011	32,087	253,229	420,634
Carrying amount					
At 31 March 2021	46,840	3,228	1,882	79,001	130,951
At 31 March 2020	53,460	3,799	2,508	228,890	288,657

18 Heritage assets

	£
At 1 April 2020 and at 31 March 2021	55,300

19 Intangible Fixed assets

	Goodwill £
Cost or valuation	
At 1 April 2020 & 31 March 2021	
Amortisation	
At 1 April 2020	2,580
Amortisation charged in the year	2,580
At 31 March 2021	5,160
Carrying amount	
At 31 March 2021	7,740
At 31 March 2020	10,320

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

20 Fixed asset Investments

	Other Investments	
	£	
Cost or valuation		
At 1 April 2020 & 31 March 2021		<u>100</u>
Carrying amount		
At 31 March 2021		<u>100</u>
At 31 March 2020		<u>100</u>
	2021	2020
Other investments comprise:	£	£
Investments in subsidiaries	<u>100</u>	<u>100</u>

21 Stocks

	Group		Charlty	
	2021	2020	2021	2020
	£	£	£	£
Shop stock	<u>3,384</u>	<u>6,012</u>	<u>-</u>	<u>1,129</u>

22 Debtors

	Group		Charlty	
	2021	2020	2021	2020
	£	£	£	£
Amounts falling due within one				
Trade debtors	-	883	-	662
Amounts owed by subsidiary undertakings	-	-	4,378	15,863
Other debtors	37,567	40,253	28,291	40,253
Prepayments and accrued income	-	11,436	-	11,436
	<u>37,567</u>	<u>52,572</u>	<u>32,669</u>	<u>68,214</u>

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

23 Creditors: amounts falling due within one year

	Notes	Group 2021 £	Restated 2020 £	Charity 2021 £	2020 as restated £
Bank loans	25	25,089	17,512	18,409	17,512
Other taxation and social security		6	12,418	-	34
Deferred income		99,811	105,736	99,811	105,736
Trade creditors		6,027	31,688	5,499	29,472
Accruals		3,400	9,549	2,050	5,615
		<u>134,333</u>	<u>176,903</u>	<u>125,769</u>	<u>158,369</u>

24 Creditors: amounts falling due after

	Notes	Group 2021 £	2020 £	Charity 2021 £	2020 £
Bank loans	25	<u>98,702</u>	<u>79,146</u>	<u>55,382</u>	<u>79,146</u>

25 Loans and overdrafts

	Group 2021 £	2020 £	Charity 2021 £	2020 £
Other loans	<u>123,791</u>	<u>96,658</u>	<u>73,791</u>	<u>96,658</u>
Payable within one year	25,089	17,512	18,409	17,512
Payable after one year	<u>98,702</u>	<u>79,146</u>	<u>55,382</u>	<u>79,146</u>

The charity entered into a loan agreement with Northumberland County Council on the 20 March 2015 for an amount of £150,000. The term of this loan is for 10 years at a commercial interest of 3.87% and with repayments of £5,250 quarterly, commencing on 1 July 2016.

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

26 Movement In funds

	Movement In funds				Balance at 31 March 2021
	Balance at 1 April 2020 Restated	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£
Unrestricted funds					
General funds	51,611	987,454	(635,794)	(98,061)	305,210
Restricted funds					
Artistic development	72,623	-	(84,770)	91,405	79,258
Visual Arts Study	720	-	-	-	720
Awards For All - Projection Equipment	42,314	-	(42,314)	6,656	6,656
Community Foundation/Business Enterprise - Web	373	-	-	-	373
Third Age Project	1,290	-	-	-	1,290
Glasgow Boys	8,715	-	(8,715)	-	-
Borderlands	17,976	45,000	(25,030)	-	37,946
NCC Branding	5,000	-	-	-	5,000
Total restricted funds	149,011	45,000	(160,829)	98,061	131,243
Total funds	200,622	1,021,250	(645,135)	-	436,453

A transfer has been made between General Funds and the Restricted Funds to correctly reflect the net book value of tangible fixed assets.

The Third Age Project:

This represents funding for the provision of free theatre tickets and transport for the elderly only.

Awards For All: Projection Equipment:

This represents funding for the purchase of a projector only.

Community Foundation/Business Enterprise:

This represents funding for improvements to the charitable company's web site.

Arts Council Visual Arts Study:

This represents funding for the visual arts study only

Berwick Visual Arts:

This represents funding to develop and promote visual arts within the region

Borderlands:

This represents funding for the provision of feasibility and planning work in relation to a new venue.

Glasgow Boys and Girls:

This represents funding for the exhibition of art works from the Fleming Wyfold Collection in the Granary Gallery.

NCC Branding:

This represents funding for developing new branding and visual identity for The Maltings (Berwick) Trust.

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

26 Movement In funds (continued)

Year ended 31 March 2020

	Movement in funds				Restated Balance at 31 March 2020 £
	Balance at 1 April 2019 £	Restated Incoming resources £	Restated Resources expended £	Transfers £	
Unrestricted funds					
General funds	(16,954)	1,112,422	(1,072,107)	-	51,611
Restricted funds					
Artistic development	86,341	-	(13,718)	-	72,623
Visual Arts Study	720	-	-	-	720
Awards For All - Projection Equipment	43,838	-	(1,524)	-	42,314
Community Foundation/Business Enterprise - Web	373	-	-	-	373
Maltings Youth Theatre	-	-	-	-	-
Third Age Project	1,290	-	-	-	1,290
Paul Hamlyn Foundation	33,795	-	(33,795)	-	-
Ace Catalyst	11,442	-	(11,442)	-	-
Berwick Visual Arts	19,706	-	(19,706)	-	-
Glasgow Boys	-	8,750	(35)	-	8,715
Borderlands	-	139,250	(121,274)	-	17,976
NCC Branding	-	5,000	-	-	5,000
Total restricted funds	197,505	153,000	(201,494)	-	149,011
Total funds	180,551	1,125,989	(1,035,676)	-	200,622

THE MALTINGS (BERWICK) TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

27 Analysis of net assets between funds - Group

Current financial year

	Unrestricted £	Restricted £	Total £
Group			
Fund balances at 31 March 2021 are represented by:			
Tangible assets	50,492	85,914	136,406
Heritage assets	55,300	-	55,300
Goodwill	7,740	-	7,740
Current assets/(liabilities)	290,380	45,329	335,709
Long term liabilities	(98,702)	-	(98,702)
	<u>305,210</u>	<u>131,243</u>	<u>436,453</u>

Charity

Fund balances at 31 March 2021 are represented by:

Tangible assets	45,037	85,914	130,951
Heritage assets	55,300	-	55,300
Investments	100	-	100
Current assets/(liabilities)	277,979	45,329	323,308
Long term liabilities	(55,382)	-	(55,382)
	<u>323,034</u>	<u>131,243</u>	<u>454,277</u>

For the year ended 31 March 2020

	Unrestricted £	Restricted £	Total £
Group			
Fund balances at 31 March 2020 are represented by:			
Tangible assets	78,385	217,097	295,482
Heritage assets	55,300	-	55,300
Goodwill	10,320	-	10,320
Current assets/(liabilities)	(13,248)	(68,086)	(81,334)
Long term liabilities	(79,146)	-	(79,146)
	<u>51,611</u>	<u>149,011</u>	<u>200,622</u>

Charity

Fund balances at 31 March 2020 are represented by:

Tangible assets	71,560	217,097	288,657
Heritage assets	55,300	-	55,300
Investments	100	-	100
Current assets/(liabilities)	9,096	(68,086)	(58,990)
Long term liabilities	(79,146)	-	(79,146)
	<u>56,910</u>	<u>149,011</u>	<u>205,921</u>

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

28 Related party transactions

During the year the charity entered into the following transactions with related parties:

The charity engaged the services of Outland Architects Ltd of which Susan Hallsworth (Trustee) is a director. The fee was for revised planning to support the capital bid for the Gymnasium building. The transaction was carried out at arms length. (2020-none).

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021	2020
	£	£
Aggregate compensation	<u>46,818</u>	<u>48,952</u>
29 Cash generated from operations	2021	2020
	£	£
Surplus for the year	235,831	20,071
Adjustments for:		
Investment income recognised in statement of financial activities	-	(42)
Depreciation and impairment of tangible fixed assets	159,076	26,211
Amortisation of Goodwill	2,580	2,580
Movements in working capital:		
Decrease/(increase) in stocks	2,628	(4,831)
Decrease in debtors	15,005	26,620
(Decrease) in creditors	(44,292)	(69,934)
(Decrease)/increase in deferred income	(5,855)	30,105
Cash generated from operations	<u>364,973</u>	<u>30,780</u>

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

30 Prior year adjustment

The following 2020 balances have been restated to correct a release of deferred income relating to a provision made in 2019.

Changes to the balance sheet

	At 31 March 2020		
	As previously reported	Adjustment	As restated
	£	£	£
Creditors due within one year			
Loans and overdrafts	(17,512)	-	(17,512)
Taxation	(12,418)	-	(12,418)
Trade creditors	(31,688)	-	(31,688)
Deferred income	(40,793)	(64,943)	(105,736)
Accruals	(9,549)	-	(9,549)
Total creditors due within one year	<u>(108,360)</u>	<u>(64,943)</u>	<u>(176,903)</u>
Income funds			
Restricted funds	149,011	-	149,011
Unrestricted funds	121,853	(64,943)	56,910
Total funds	<u>270,864</u>	<u>(64,943)</u>	<u>205,921</u>

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

30 Prior year adjustment (continued)

Changes to the profit and loss account

	Period ended 31 March 2020		
	As previously reported	Adjustment	As restated
	£	£	£
Income from:			
Donations and legacies	329,700	-	329,700
Performance related grants	525,233	(82,500)	442,733
Other trading activities	340,473	-	340,473
Investments	42	-	42
Other income	152,474	-	152,474
	<u>1,347,922</u>	<u>(82,500)</u>	<u>1,265,422</u>
Expenditure on:			
Raising funds	101,395	-	101,395
Trading subsidiary	255,482	-	255,482
Operating costs	802,036	(17,557)	784,479
Other	132,245	-	132,245
	<u>1,291,158</u>	<u>(17,557)</u>	<u>1,273,601</u>
Net gains on investments	<u>28,250</u>	<u>-</u>	<u>28,250</u>
Net movement in funds	<u>85,014</u>	<u>(64,943)</u>	<u>20,071</u>