

COMPANY REGISTRATION NUMBER: NI616033
CHARITY REGISTRATION NUMBER: NIC100106

Inner City Buildings Preservation Trust
Company Limited by Guarantee
Financial Statements
31 March 2023

FERGUS McATEER & CO
Chartered accountants & statutory auditor
31/33 Clarendon Street
Derry
BT48 7ER

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2023

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Inner City Buildings Preservation Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2023

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name Inner City Buildings Preservation Trust

Charity registration number NIC100106

Company registration number NI616033

Principal office and registered office 31-33 Shipquay Street
Derry
BT48 6DL

The Trustees Mr Patrick Walsh
Mr William McBride
Mr John Meehan
Mr William McIvor

Company secretary Helen Quigley

Auditor Fergus McAteer & Co
Chartered accountants & statutory auditor
31/33 Clarendon Street
Derry
BT48 7ER

Bankers First Trust Bank
Meadowbank House
Strand Road
Derry
BT48 7TN

Solicitors Brendan Kearney & Co
Clarendon House
4 Clarendon Street
Derry
BT48 7EX

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Structure, governance and management

The Directors are pleased to present their annual report together with the financial statements of the Charity for the year ending 31 March 2023 which are also prepared to meet the requirements for a Directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act (NI) 2008, the Charities (Accounts and Reports) Regulations (NI) 2015, Companies Act 2006, the Memorandum and Articles of Association, 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 (FRS102) (effective 1 January 2019.)

Directors and Trustees

The Directors of the charitable company (the charity) are the Trustees for the purpose of charity law. The Trustees during the year and at the 31 March 2023 were as follows:

William McBride
William McIvor
John Meehan
Patrick Walsh

Related Parties

Londonderry Inner City Trust is the sole member of Inner City Buildings Preservation Trust and is also a related party by virtue of the fact that some of its directors are also directors in Inner City Buildings Preservation Trust.

Objectives and activities

The company's objects as set out in the Articles of Association are:

- 1: To secure by such means as are available for the public benefit the preservation, protection and improvement of buildings, parts of buildings or structures of particular beauty, or of historic, environmental, architectural or constructional merit or interest in the Inner City area of Derry City and to stimulate and educate public interest therein.
- 2: To advance the education and vocational skills of the public in building preservation, restoration, refurbishment, traditional and general construction and related areas of work with the object of enhancing their employment prospects.
- 3: To promote such other exclusively charitable purposes in accordance with the law of charity in Northern Ireland as may from time to time be determined.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Achievements and performance

Overall, the year 2022-23 has seen the further recovery from the difficulties associated with COVID and Brexit. The income is recovering, and the Trust will move forward cautiously. We will continue to work with the tenants to ensure that the financial strength of the Trust is rebuilt to enable us to underpin our strategic approach.

The Trust's strategic approach is fundamentally about the identification, acquisition and restoration of listed/historic buildings and increasing the level of skills awareness and education in the field of heritage.

By implementing this approach in a systematic way, the Trust can breathe new life into old buildings and ensure that the restored assets positively contribute to the regeneration of the city of Derry/Londonderry over short, medium and long-term timescales.

Furthermore, the restored buildings not only animate the urban landscape, but also generate income to be used in further investment in capital projects and in skills and awareness programmes.

We believe that to effectively restore and utilize our listed built environment we need to be a patient capital investor over the longer term. This, in turn, enables the Trust to serve the widest public benefit.

Over the last year the Trust continued to invest in maintaining the fabric of its assets to ensure that they remained in good structural condition and to protect them for future generations.

The remainder of the Trust's income, i.e. that element not re-invested to secure the immediate advancement of its objectives, is retained to build up a sufficient capital reserve. The purpose of this retention is to enable the Trust to invest in future projects that require finances and patient restoration. This is particularly important given that grant aid for such projects is becoming harder to secure, whilst the inflationary cost pressures on these projects continue to rise.

Financial review

The year to 31st March 2023 saw the Trust report net income of (£472,651) (2022: £76,704) and a reduction in net assets to £1,452,329. The main source of income is rent from the refurbished Northern Counties building, now operating independently as the Bishop's Gate Hotel. Net income from rent for the year was £123,332 (2022: £119,687), bringing the unrestricted reserves to £632,719 (2022: £509,387).

The Trustees have set aside £310,000 (2022: £260,000) from this sum to meet future major maintenance works on its property portfolio and are satisfied that the remaining free reserves are more than adequate to sustain operations.

The balance of net assets of £819,610 (2022: £1,415,594) represents funds attached to the property assets of the Trust which are part-funded by grants and therefore have restrictions attached to them by funders. Overall, the Trustees determine that the Trust has a solid financial foundation and continues in good financial health.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Plans for future periods

In the coming year the Trust will continue to consolidate and improve its financial position, improve the effectiveness of our operations, and increase its positive impact in the city and in the heritage sector.

Despite still recovering from deferred income and with the new pressures of inflationary increases, our audited accounts show a solid basis on which we are building back for the future.

We will continue our balanced approach that ensures each year we contribute positively to each of our stated charitable objectives. Consequently, looking forward to the 2023-24 year the Trust (by our own actions and in partnership with others) will:-

- * Continue to asset manage and invest in the Trust's two existing projects to ensure that the quality of the original restoration is maintained and that any additions are congruent with historic buildings standards, thereby enhancing the streetscape, increasing footfall and utilizing our built heritage to boost tourism and bring prosperity to the city.

- * Continue to increase awareness, instil pride and educate the public on the importance of heritage and what can be achieved through thoughtful restoration.

- * Continue to implement the outcomes of the 2018 Walled City Conference and ensure their incorporation into the city's Strategic Plan and where possible the City Deal.

- * Continue to advocate for best practice in urban regeneration through the local council, government, the National Trust, Development Trusts NI, Locality and the Academy of Urbanism. We will also continue to showcase our existing restoration projects on Heritage Open Days and similar public viewing as and when these return.

- * Ensure that the Fashion & Textile Design Centre continues to deliver its programme of skills development, including the revival of traditional skills.

Reserves policy

The directors review the reserves of the Trust on an annual basis. This reserves review is carried out annually by the directors prior to the Trust's Annual General Meeting, which takes place in September each year. The review encompasses the nature of the income and expenditure streams, the need to match variable income with fixed commitments and the balance and nature of the reserves themselves. As part of this review the directors also analyse the future mandatory capital commitments placed on the Trust from the maintenance and upkeep of the properties and assets under its stewardship, and have separately indented those material commitments within the reserves held at the year end. The Trust is also committed to certain capital projects and the associated impact on the reserves of the Trust are incorporated into its annual reserves review. As at 31st March 2021 the directors have designated £210,000 of the free reserves to meet future major maintenance and repair works on its property portfolio, and intend to gradually increase this in the coming years as and when free reserves allow.

The directors have forecast the level of free reserves (that is those funds not tied up in fixed assets, and designated and restricted funds) that the charity will require to sustain its operations and meet its financial obligations over future periods. They are satisfied that the reserves held are more than adequate for these purposes and will continue to monitor and review the funds held to ensure that the existing and future charitable activities of the organisation can be funded from its resources

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Risk management

The directors have examined the major strategic, business and operational risks which the charity faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks. The Trust have implemented a Risk Register to facilitate the identification of key risks on a timely basis. Committees, where appropriate, have been established to cover all risk areas and these committees report regularly to the Board of Directors.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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.

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 22nd June 2023 and signed on behalf of the board of trustees by:



Mr John Meehan
Trustee

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Inner City Buildings Preservation Trust

Year ended 31 March 2023

Opinion

We have audited the financial statements of Inner City Buildings Preservation Trust (the 'charity') for the year ended 31 March 2023 which comprise the statement of financial activities (including income and expenditure account), balance sheet and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Inner City Buildings Preservation Trust *(continued)*

Year ended 31 March 2023

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Inner City Buildings Preservation Trust *(continued)*

Year ended 31 March 2023

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations we considered the following: " the nature of the industry and sector and control environment " the legal and regulatory framework applicable" the results of our enquiries of management and other key persons about their own identification and assessment of the risks and irregularities " the Charity own policies and procedures on compliance with laws and regulations including any instances of non-compliance,

Audit response to risk identified

As a result of performing the above we identified and performed the following procedures" enquiry of management, those charged with governance around actual and potential litigation and claims. " enquiry of entity staff in compliance functions to identify any instances of non-compliance with laws and regulations. " Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations. " Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud. " Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Inner City Buildings Preservation Trust *(continued)*

Year ended 31 March 2023

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Independent Auditor's Report to the Members of Inner City Buildings Preservation Trust *(continued)*

Year ended 31 March 2023

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Conor McAteer (Senior Statutory Auditor)

For and on behalf of
Fergus McAteer & Co
Chartered accountants & statutory auditor
31/33 Clarendon Street
Derry
BT48 7ER

22nd June 2023



Inner City Buildings Preservation Trust

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2023

			2023		2022
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Other trading activities	5	142,500	–	142,500	138,800
Total income		<u>142,500</u>	<u>–</u>	<u>142,500</u>	<u>138,800</u>
Expenditure					
Expenditure on raising funds:					
Costs of other trading activities	6	2,245	42,983	45,228	46,833
Expenditure on charitable activities	7,8	16,923	–	16,923	15,263
Total expenditure		<u>19,168</u>	<u>42,983</u>	<u>62,151</u>	<u>62,096</u>
Net losses on investments	9	–	(553,000)	(553,000)	–
Net (expenditure)/income and net movement in funds		<u>123,332</u>	<u>(595,983)</u>	<u>(472,651)</u>	<u>76,704</u>
Reconciliation of funds					
Total funds brought forward		509,387	1,415,593	1,924,980	1,848,277
Total funds carried forward		<u>632,719</u>	<u>819,610</u>	<u>1,452,329</u>	<u>1,924,981</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 14 to 20 form part of these financial statements.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Balance Sheet

31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	12	4,971,676	5,567,659
Current assets			
Cash at bank and in hand		589,620	481,052
Creditors: amounts falling due within one year	13	4,108,967	4,123,730
Net current liabilities		<u>3,519,347</u>	<u>3,642,678</u>
Total assets less current liabilities		<u>1,452,329</u>	<u>1,924,981</u>
Net assets		<u>1,452,329</u>	<u>1,924,981</u>
Funds of the charity			
Restricted funds		819,610	1,415,594
Unrestricted funds		632,719	509,387
Total charity funds	14	<u>1,452,329</u>	<u>1,924,981</u>

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

These financial statements were approved by the board of trustees and authorised for issue on 22nd June 2023, and are signed on behalf of the board by:



Mr John Meehan
Trustee

The notes on pages 14 to 20 form part of these financial statements.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Northern Ireland and a registered charity in Northern Ireland. The address of the registered office is 31-33 Shipquay Street, Derry, BT48 6DL.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Parent company

Inner City Buildings Preservation Trust is a wholly owned subsidiary of Londonderry Inner City Trust which is a private charitable company limited by guarantee, registered in Northern Ireland. The address of the registered office is 31 - 33 Shipquay Street, Derry, BT48 6DL.

Consolidated group financial statements have been prepared by the parent.

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal and fall into one of two sub-classes: restricted income funds or endowment funds.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from grants is recognised when there is evidence of entitlement to the funds, any performance conditions attached to the grants have been met, receipt is probable and its amount can be measured reliably.
- rental income is recognised when there is evidence of entitlement

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events and non-charitable trading activities
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	Nil depreciation
Fixtures and fittings	-	10% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

4. Limited by guarantee

Inner City Buildings Preservation Trust is a registered charity company limited by guarantee. HMRC Charity Reference number: NI00014
NI Charity Commission Reference number: NIC100106

5. Other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Rent receivable	142,500	142,500	138,750	138,750
Misc Income	-	-	50	50
	<u>142,500</u>	<u>142,500</u>	<u>138,800</u>	<u>138,800</u>

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

6. Costs of other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Costs of other trading activities	<u>2,245</u>	<u>42,983</u>	<u>45,228</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Costs of other trading activities	<u>3,850</u>	<u>42,983</u>	<u>46,833</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Events and advertising	4,000	4,000	–	–
Support costs	<u>12,923</u>	<u>12,923</u>	<u>15,263</u>	<u>15,263</u>
	<u>16,923</u>	<u>16,923</u>	<u>15,263</u>	<u>15,263</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Events and advertising	4,000	–	4,000	–
Governance costs	–	<u>12,923</u>	<u>12,923</u>	<u>15,263</u>
	<u>4,000</u>	<u>12,923</u>	<u>16,923</u>	<u>15,263</u>

9. Net losses on investments

	Restricted Funds £	Total Funds 2023 £	Restricted Funds £	Total Funds 2022 £
Gains/(losses) on investment property	<u>(553,000)</u>	<u>(553,000)</u>	<u>–</u>	<u>–</u>

10. Net (expenditure)/income

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

	2023 £	2022 £
Depreciation of tangible fixed assets	42,983	42,984
Fees payable for the audit of the financial statements	<u>3,950</u>	<u>2,960</u>

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

11. Trustee remuneration and expenses

None of the trustees have been paid any remuneration or received any other payment from an employment with the charity or a related charity. In the year four trustees were reimbursed expenses for travelling totalling £200 (31 March 2022 - £200 for four trustees).

The key management personnel of the charity comprises the Trustees, the Chief Executive and the Finance manager of the parent company, Londonderry Inner City Trust. The total benefits of the key management personnel of the trust was £nil (31 March 2022 - £nil).

12. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Total £
Cost			
At 1 April 2022	5,381,045	429,834	5,810,879
Revaluations	(553,000)	–	(553,000)
At 31 March 2023	<u>4,828,045</u>	<u>429,834</u>	<u>5,257,879</u>
Depreciation			
At 1 April 2022	6,811	236,409	243,220
Charge for the year	–	42,983	42,983
At 31 March 2023	<u>6,811</u>	<u>279,392</u>	<u>286,203</u>
Carrying amount			
At 31 March 2023	<u>4,821,234</u>	<u>150,442</u>	<u>4,971,676</u>
At 31 March 2022	<u>5,374,234</u>	<u>193,425</u>	<u>5,567,659</u>

13. Creditors: amounts falling due within one year

	2023 £	2022 £
Amounts owed to group undertakings	4,095,005	4,111,019
Accruals and deferred income	7,661	6,711
Social security and other taxes	6,301	6,000
	<u>4,108,967</u>	<u>4,123,730</u>

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

14. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2022 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 23 £
Unrestricted general funds	249,387	142,500	(19,168)	(50,000)	–	322,719
Designated Fund	260,000	–	–	50,000	–	310,000
	<u>509,387</u>	<u>142,500</u>	<u>(19,168)</u>	<u>–</u>	<u>–</u>	<u>632,719</u>

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 22 £
Unrestricted general funds	179,700	138,800	(19,113)	(50,000)	–	249,387
Designated Fund	210,000	–	–	50,000	–	260,000
	<u>389,700</u>	<u>138,800</u>	<u>(19,113)</u>	<u>–</u>	<u>–</u>	<u>509,387</u>

Restricted funds

	At 1 Apr 2022 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 23 £
Property Fund	<u>1,415,593</u>	–	<u>(42,983)</u>	–	<u>(553,000)</u>	<u>819,610</u>

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 22 £
Property Fund	<u>1,458,577</u>	–	<u>(42,983)</u>	–	–	<u>1,415,594</u>

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

15. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	70,972	4,900,703	4,971,675
Current assets	589,620	–	589,620
Creditors less than 1 year	(27,873)	(4,081,093)	(4,108,966)
Net assets	<u>632,719</u>	<u>819,610</u>	<u>1,452,329</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	70,973	5,496,686	5,567,659
Current assets	481,052	–	481,052
Creditors less than 1 year	(42,637)	(4,081,093)	(4,123,730)
Net assets	<u>509,388</u>	<u>1,415,593</u>	<u>1,924,981</u>

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Management Information

Year ended 31 March 2023

The following pages do not form part of the financial statements.

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 March 2023

	2023 £	2022 £
Income and endowments		
Other trading activities		
Rent receivable	142,500	138,750
Misc Income	–	50
	<u>142,500</u>	<u>138,800</u>
Total income	<u>142,500</u>	<u>138,800</u>
Expenditure		
Costs of other trading activities		
Repairs and maintenance	2,245	3,850
Depreciation	42,983	42,983
	<u>45,228</u>	<u>46,833</u>
Expenditure on charitable activities		
Rent	74	74
Insurance	8,640	8,172
Other motor/travel costs	200	200
Legal and professional fees	3,950	6,710
Other interest payable and similar charges	46	94
Events	1,000	–
General expenses	13	13
Advertising	3,000	–
	<u>16,923</u>	<u>15,263</u>
Total expenditure	<u>62,151</u>	<u>62,096</u>
Net losses on investments		
Gains/(losses) on investment property	(553,000)	–
Net (expenditure)/income	<u>(472,651)</u>	<u>76,704</u>

Inner City Buildings Preservation Trust

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2023

	2023 £	2022 £
Costs of other trading activities		
Repairs & maintenance	2,245	3,850
Depreciation	42,983	42,983
	<u>45,228</u>	<u>46,833</u>
Costs of other trading activities	<u>45,228</u>	<u>46,833</u>
Expenditure on charitable activities		
<i>Activities undertaken directly</i>		
Events	1,000	–
Advertising	3,000	–
	<u>4,000</u>	<u>–</u>
Governance costs		
Rent	74	74
Insurance	8,640	8,172
Travelling and entertainment	200	200
Audit fees	3,950	2,960
Legal fees	–	3,750
Bank charges	46	94
General expenses	13	13
	<u>12,923</u>	<u>15,263</u>
Expenditure on charitable activities	<u>16,923</u>	<u>15,263</u>
