

Charity Number : NIC100321

Registration Number : IP 202

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Trustees' Report and Financial Statements

for the year Ended 31 March 2023

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

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DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Legal and Administrative Information

Committee of Management/Trustees	Declan Doherty Anne Marie Donnelly Geraldine Mellon Eleanor Conaghan John Peto Deirdre O'Connor Michael Quigley - Resigned 26/01/23 Danny Friel Catherine Barr
Secretary	John Peto
Society Number	IP 202
Charity Number	NIC100321
Registered Office	6 Society Street Derry BT48 6PJ
Auditors	McDaid McCullough Moore Chartered Accountants and Statutory Auditor 28/32 Clarendon Street Derry BT48 7HD N. Ireland
Business Address	6 Society Street Derry BT48 6PJ
Bankers	Allied Irish Bank Meadowbank Strand Road Derry BT48 7TN
Solicitors	Babington & Croasdaile Solicitors 9 Limavady Road Derry

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Report of the trustees

for the year ended 31 March 2023

The Trustees (in their capacity as Trustees and Committee of Management) present their report and the financial statements for the year ended 31 March 2023. The trustees who served during the year and up to the date of this report are set out on page 1. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102)(effective 1 January 2019) in preparing the annual report and financial statements of the charity.

Structure, governance and management

Governing document

The organisation is a charitable limited society registered under the Industrial and Provident Societies Act (Northern Ireland) 1969 (Society Number IP 202). It is recognised as a charity by HM Revenue and Customs (reference XR57120). The society's charity number is NIC100321. The society's governing document is its Rules dated 30 March 1978.

Organisational structure

The charitable society is managed by the trustees (committee of management). The trustees are chosen based on their skills and professional backgrounds so as to ensure a wide range of experience is represented on the Board. The trustees meet monthly to review performance, determine strategies, assess risk and plan future policies.

The society is managed daily by a chief executive and senior employees. The senior employees report daily to the chief executive ensuring the smooth operation of the society. The chief executive is responsible for ensuring that the society complies with all relevant regulations including health & safety requirements for both trainees of the centre and staff.

Appointment and training of trustees

New trustees are nominated by current trustee members. Induction and training of new trustees is provided by the Chief Executive of the society and covers:

- i) The obligations of the trustees (Committee of Management members);
- ii) The main documents which set out the operation framework for the society including the Rules of Derry Youth and Community Workshop Limited;
- iii) Resourcing and the current financial position as set out in the latest published accounts;
- iv) Future plans and objectives

Governance, internal control and risk management

The management of Derry Youth and Community Workshop Limited has conducted its own review of the major risks to which the society is exposed and systems have been established to mitigate those risks. Significant external risks relating to funding have led to development of a strategic plan which will allow for the diversification of funding and activities. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and programmes.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Report of the trustees

for the year ended 31 March 2023

Objectives and activities (and how they deliver public benefit)

Charitable objects

The society was established under Rules of Derry Youth and Community Workshop Limited dated 30 March 1978 which established the objects and powers of the charitable society.

Public benefit

Derry Youth and Community Workshop Limited strives to ensure that they provide public benefit. Public benefit is at the heart of what it means to be a charity. The principle objective of the charitable society is to advance education, in particular for young people, by providing training facilities for the acquisition and development of occupational skills and work experience.

To achieve this objective Derry Youth and Community Workshop Limited provided a number of training programmes such as Training for Success, Skills For Life and Work, Lemis North West, Learning North West and Seeds Programme.

Achievements and performance

The results for the year are set out on pages 10 and 11. The main programmes in operation during the year were Training for Success, Skills For Life and Work, Lemis North West, Learning North West and Seeds Programme.

Financial review

Income for the year to 31 March 2023 increased from £1,192,206 in 2022 to £1,202,831. Net deficit in the year was £129,997 (2022 - Surplus £33,950). The financial statements reflect the transition occurring in income streams during the year.

Principal funding sources

The principal funding sources of the charity for the provision of its programmes are The Department of Employment and Learning (DEL), Department for the Economy (DFE), European Social Fund (ESF) and Department for Communities (DFC).

Investment policy

The charity operates a prudent investment policy. Investments are in the form of short term low risk bank deposits.

Reserves policy

The trustees' (Committee of Management's) business plan ensures adequate reserves exist to meet the ongoing requirements of the society. The general reserve, comprising reserves of £1,024,471 (2022 - £1,154,468) at the balance sheet date, is available to be applied at the discretion of the trustees (Committee of Management) to any of the society's charitable activities.

Restricted reserves are funds secured for specific expenditure of a capital nature. Derry Youth and Community Workshop Limited have no restricted reserves at the balance sheet date.

Revaluation reserve records the value of asset revaluations and fair value movements on assets recognised in other comprehensive income.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Report of the trustees

for the year ended 31 March 2023

Plans for future periods

The trustees continue to assess the performance of the society and their future aims for Derry Youth and Community Workshop Limited are:

- to continue the activities outlined above;
- maintain financial viability;
- secure additional funding for new projects;
- to co-operate with other bodies to develop programmes.

At the end of the financial year the funding from the European Social Fund ended. This marked the end of the Lemis North West, Learning North West and Seeds Programmes. These programmes made up 84% of the society's income in the year. As a consequence the society had to undertake cost cutting measures which resulted in a number of redundancies. The society is exploring sources of future funding.

Statement of disclosure of information to auditors

We, the trustees of the charitable society, who held office at the date of approval of these financial statements, each confirm as far as we are aware, that:

- there is no relevant audit information of which the charitable society's auditors are unaware; and
- we have taken all steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Statement of Trustees' Responsibilities

The trustees (who are also committee of management of Derry Youth and Community Workshop Limited for the purposes of company law) are responsible for preparing the Trustee's Annual 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 charitable society and of the incoming resources and application of resources, including the income and expenditure, of the charitable society 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 Charities SORP 2019 (FRS 102);
- make judgements and accounting 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable society will continue in operation.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Report of the trustees

for the year ended 31 March 2023

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable society and enable them to ensure that the financial statements comply with the Industrial & Provident Societies (NI) Act 1969 as amended. They are also responsible for safeguarding the assets of the charitable society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

A resolution proposing that McDaid McCullough Moore be reappointed as auditors of the charity will be put to the Annual General Meeting.

On behalf of the trustees


Geraldine Mellon


Deirdre O'Connor


John Peto

Dated: 6 July 2023

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Independent auditors' report to the trustees of DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Opinion

We have audited the financial statements of the charitable society, Derry Youth and Community Workshop Limited, for the year ended 31 March 2023 which comprise of the statement of financial activities, the Balance Sheet, the Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable society's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and
- have been prepared in accordance with the requirements of the Industrial and Provident Societies Acts (NI) 1969 and 1976.

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 responsibilities for the audit of the financial statements section of our report. We are independent of the society 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 performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast doubt on the Society's ability to continue as a going concern for a period of at least twelve months from the date 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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. 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.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

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.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the society and its environment obtained in the course of the audit, we have not identified material misstatements in the report to the trustees. We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations (NI) 2015 and the Industrial and Provident Societies Act (NI) 1969 and 1976 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.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities set out on page 4, the trustees 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 society'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 society or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 65(2) of the Charities Act (Northern Ireland) 2008 and report in accordance with regulations made under section 66 of that Act.

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.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

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:

Based on our understanding of the society and the environment in which it operates, we identified that the principal risks of non-compliance with laws and regulations related to those standard to charitable societies, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered laws and regulations that have a direct impact on the preparation of the financial statements such as the Industrial & Provident Societies (NI) Act 1969 and 1976, Charities Act (NI) 2008 and payroll tax.

Audit procedures included the following:

- Inspecting correspondence with regulators and tax authorities;
- Discussions with management including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations;
- Identifying and testing journals and the rationale behind significant or unusual transactions, in particular journal entries posted with unusual account combinations, postings by unusual users or with unusual descriptions;
- Challenging assumptions and judgements made by management in their critical accounting estimates.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remains a higher risk of non-detection of irregularities as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

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 society's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

- 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 society'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 society 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.

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

Use of our report

This report is made solely to the charitable society's trustees, as a body, in accordance with Section 38 of the Industrial and Provident Societies Act (NI) 1969 and 1976. Our audit work has been undertaken so that we might state to the society's members those matters we are required to state to them in an auditors' 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 society and the society's members as a body, for our audit work, for this report, or for the opinions we have formed.



Gerard Murray (Senior Statutory Auditor)
For and on behalf of McDaid McCullough Moore
Chartered Accountants and
Statutory Auditor
28/32 Clarendon Street
Derry
BT48 7HD
N. Ireland

6 July 2023

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Statement of Financial Activities (Including the Income and Expenditure Account)

For the year ended 31 March 2023

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	2023 Total £	2022 Total £
Income and endowments from:						
Other trading activities	2	9,867	-	-	9,867	5,205
Investments	3	10,886	-	-	10,886	370
Charitable activities	4	1,182,078	-	-	1,182,078	1,186,631
Total income and endowments		<u>1,202,831</u>	<u>-</u>	<u>-</u>	<u>1,202,831</u>	<u>1,192,206</u>
Expenditure on:						
Charitable activities	5	1,332,828	-	-	1,332,828	1,158,256
Total expenditure		<u>1,332,828</u>	<u>-</u>	<u>-</u>	<u>1,332,828</u>	<u>1,158,256</u>
Net Income / (expenditure)		<u>(129,997)</u>	<u>-</u>	<u>-</u>	<u>(129,997)</u>	<u>33,950</u>
Net movement in funds		<u>(129,997)</u>	<u>-</u>	<u>-</u>	<u>(129,997)</u>	<u>33,950</u>
Reconciliation of funds:						
Total funds brought forward		1,154,468	-	-	1,154,468	1,120,518
Total funds carried forward		<u>1,024,471</u>	<u>-</u>	<u>-</u>	<u>1,024,471</u>	<u>1,154,468</u>

All income and expenditure derive from continuing activities.

Total comprehensive income for the year

Net movement in funds	(129,997)	33,950
Revaluation of tangible assets	-	520,000
	<u>(129,997)</u>	<u>553,950</u>

The Notes on pages 13 to 24 form an integral part of these Financial Statements.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED


Registration Number IP 202


**Balance Sheet
as at 31 March 2023**

	Notes	2023		2022	
		£	£	£	£
Fixed Assets					
Tangible Assets	14		510,410		526,600
Current Assets					
Debtors	15	148,073		133,957	
Cash at Bank and in Hand		946,731		1,083,578	
		<u>1,094,804</u>		<u>1,217,535</u>	
Creditors: Amounts falling due within one year	16	<u>(81,535)</u>		<u>(80,058)</u>	
Net Current Assets			<u>1,013,269</u>		<u>1,137,477</u>
Total Assets Less Current Liabilities			<u>1,523,679</u>		<u>1,664,077</u>
Net Assets			<u>1,523,679</u>		<u>1,664,077</u>
Charity Funds					
Called Up Share Capital	17		8		9
Revaluation Reserve	21		499,200		509,600
Unrestricted funds	19		1,024,471		1,154,468
Total charity funds			<u>1,523,679</u>		<u>1,664,077</u>

The financial statements are prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

The financial statements were approved and authorised for issue by the Trustees on 6 July 2023 and signed on its behalf by


Geraldine Mellon
Trustee


Deirdre O'Connor
Trustee


John Peto
Secretary

The Notes on pages 13 to 24 form an integral part of these Financial Statements.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Statement of Cash Flows
for the year Ended 31 March 2023**

	Notes	2023 £	2022 £
Reconciliation of Net Expenditure to Net Cash outflow from Operating Activities			
Net Income / (Expenditure)		(129,997)	33,950
Bank Interest Received		(10,886)	(370)
Depreciation		5,790	5,971
(Increase) in Debtors		(14,116)	2,326
Increase in Creditors		1,477	25,764
Net Cash outflow from Operating Activities		<u>(147,732)</u>	<u>67,641</u>
 CASH FLOW STATEMENT			
Net Cash outflow from Operating Activities		(147,732)	67,641
Cash flow from investing activities	24	10,886	370
Capital Expenditure	24	-	(340)
		<u>(136,846)</u>	<u>67,671</u>
Cash flow from financing activities	24	(1)	1
Decrease in cash and cash equivalents in the year		<u>(136,847)</u>	<u>67,672</u>
 Reconciliation of Cash equivalents			
Decrease in cash and cash equivalents in the year		(136,847)	67,672
Cash and cash Equivalents at 1 April 2022		<u>1,083,578</u>	<u>1,015,906</u>
Cash and cash equivalents at 31 March 2023	25	<u>946,731</u>	<u>1,083,578</u>

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Notes to the Financial Statements for the year Ended 31 March 2023

1. Accounting Policies

1.1. Accounting Convention and basis of preparation

The charity constitutes a public benefit entity as defined by FRS 102. DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED is a private society limited by shares, registered in Northern Ireland under the Industrial and Provident Societies Acts (NI) 1969 and 1976. The address of the registered office is 6 Society Street, Derry, BT48 6PJ.

The financial statements have been prepared under the Historical Cost convention modified to include the revaluation of certain fixed assets and in accordance with '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)', (Charities SORP (FRS 102)) (effective 1 January 2019), the Charities Act NI 2008 and the Industrial & Provident Societies Act (NI) 1969 and UK Generally Accepted Practice.

The financial statements are prepared in sterling, which is the functional currency of the entity and rounded to the nearest £.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2. Fund Accounting

The funds of a charitable company can consist of Restricted Funds and Unrestricted Funds.

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

Endowment funds represent those assets which must be held permanently by the charity. Income arising on endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Notes to the Financial Statements for the year Ended 31 March 2023

..... continued

1.3. Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received. Incoming resources include grant income from various training programmes, income from sales of services and investment income.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

The charity receives government grants in respect of various training programmes. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income is earned through holding assets for investment purposes. It includes interest and rent. Where it is not practicable to identify investment management costs incurred within a scheme with reasonable accuracy the investment income is reported net of these costs. It is included when the amount can be measured reliably. Interest income is recognised using the effective interest method and rent income is recognised as the charity's right to receive payment is established.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Notes to the Financial Statements for the year Ended 31 March 2023

..... continued

1.4. Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

1.5. Tangible Fixed Assets and Depreciation

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Property	-	Straight Line over fifty Years
Fixtures, Fittings and Equipment	-	12.5%, 20% & 25% Straight Line
Motor Vehicles	-	20% Straight Line

1.6. Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

1.7. Pensions

The pension costs charged in the financial statements represent the contribution payable by the society during the year.

1.8. Going Concern

The financial statements have been prepared on a going concern basis. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern. See note 26 for further detail.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

..... continued

2. Income from other trading Activities

	Unrestricted funds £	2023 Total £	2022 Total £
Sales of Services	6,723	6,723	585
Job Start Scheme	3,144	3,144	4,620
	<u>9,867</u>	<u>9,867</u>	<u>5,205</u>

3. Income from Investments

	Unrestricted funds £	2023 Total £	2022 Total £
Bank Deposit Interest	<u>10,886</u>	<u>10,886</u>	<u>370</u>

4. Income from charitable activities

	Unrestricted funds £	2023 Total £	2022 Total £
Training for Success	54,187	54,187	186,524
Skills For Life and Work	115,219	115,219	39,047
ESF Lemis North West	640,290	640,290	590,287
ESF Learning North West	176,707	176,707	170,640
ESF Seeds Programme	195,675	195,675	200,133
	<u>1,182,078</u>	<u>1,182,078</u>	<u>1,186,631</u>

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

..... continued

5. Expenditure on Charitable Activities

	Unrestricted funds £	2023 Total £	2022 Total £
Direct staff costs	639,732	639,732	604,522
Redundancy Costs	156,624	156,624	32,530
Materials	6,451	6,451	9,153
Allowances to trainees	33,813	33,813	40,575
JAC Outgroup Costs	156	156	165
Learning NW Costs	545	545	463
Seeds Costs	-	-	562
Examination & Registration Fees	10,934	10,934	12,542
Trainee Bonuses	1,770	1,770	6,550
Job Directions ESF	127,755	127,755	120,416
Trainee Travel Expenses	3,478	3,478	2,498
Governance Costs (note 6)	13,352	13,352	11,699
Administration Costs (note 7)	338,218	338,218	316,581
	<u>1,332,828</u>	<u>1,332,828</u>	<u>1,158,256</u>

6. Expenditure on Governance Costs

	Unrestricted funds £	2023 Total £	2022 Total £
Auditors' Remuneration - audit of the financial statements	8,666	8,666	8,616
Legal and Professional Fees	4,686	4,686	3,083
	<u>13,352</u>	<u>13,352</u>	<u>11,699</u>

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

..... continued

7. Administration Costs

	Unrestricted funds £	2023 Total £	2022 Total £
Administration & Management Staff Costs	214,112	214,112	195,550
Staff Training	1,108	1,108	1,965
Rent Payable	16,160	16,160	16,160
Insurance	16,918	16,918	16,588
Light & Heat	25,906	25,906	21,186
Cleaning	5,780	5,780	4,979
Repairs & Maintenance	14,133	14,133	13,383
Safety Equipment & Clothing	4,405	4,405	4,207
Printing, Postage & Stationery	10,773	10,773	9,507
Advertising	2,193	2,193	2,283
Telephone	13,828	13,828	19,385
Motor Expenses	1,287	1,287	680
Travelling & Entertainment	2,876	2,876	1,987
Bank charges	1,542	1,542	1,525
General Expenses	1,407	1,407	1,225
Depreciation	16,190	16,190	16,371
Amortised from Revaluation Reserve	<u>(10,400)</u>	<u>(10,400)</u>	<u>(10,400)</u>
	<u>338,218</u>	<u>338,218</u>	<u>316,581</u>

8. Net income/(Expenditure) for the year

	2023 £	2022 £
Net income / (expenditure) is stated after charging:		
Depreciation of Tangible Assets	5,790	5,971
Auditors' Remuneration	<u>8,666</u>	<u>8,616</u>

9. Auditors' remuneration

	2023 £	2022 £
Auditors' remuneration - audit of the financial statements	<u>8,666</u>	<u>8,616</u>

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

..... continued

10. Employment Costs	2023	2022
	£	£
Wages and Salaries	763,337	718,627
Redundancy Costs	156,624	32,530
Social Security Costs	66,527	58,681
Other Pension Costs	23,980	22,764
	<u>1,010,468</u>	<u>832,602</u>

Number of Employees

The average monthly numbers of employees during the year, calculated on the basis of full time equivalents, was as follows:

	2023	2022
	Number	Number
Direct/Programme related staff	25	24
Administrative staff	4	4
Management staff/Chief Executive	1	1
	<u>30</u>	<u>29</u>

The number of employees whose total employee benefits (excluding employer pension costs) amounted to over £60,000 in the year were as follows:

	2023	2022
	Number	Number
£60,000 - £70,000	0	1
£70,001 - £80,000	1	0

Included above are three Trustees of Derry Youth and Community Workshop Limited, the Chief Executive and two administrative staff.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

..... continued

11. Chief Executive and Trustees' emoluments

	2023	2022
	£	£
Remuneration and Other Benefits	132,628	122,279
Social Security Costs	14,373	12,413
	<u>147,001</u>	<u>134,692</u>
	Number	Number
Number of Trustees to whom retirement benefits are accruing under a money purchase scheme	<u>3</u>	<u>3</u>

12. Pension Costs

The society operates a defined contribution pension scheme. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the society and amounted to £23,980 (2022 - £22,764). Outstanding pension contributions at the balance sheet date amounted to £5,931 (2022 - £5,526).

13. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

..... continued

14. Tangible Fixed Assets

	Property	Fixtures, Fittings Equipment	Motor Vehicles	Total
	£	£	£	£
Cost/revaluation				
At 1 April 2022				
At 31 March 2023	520,000	199,347	19,650	738,997
Depreciation				
At 1 April 2022	10,400	196,675	5,322	212,397
Charge for the year	10,400	877	4,913	16,190
At 31 March 2023	20,800	197,552	10,235	228,587
Net Book values				
At 31 March 2023	499,200	1,795	9,415	510,410
At 31 March 2022	509,600	2,672	14,328	526,600

The property was valued on 26 January 2022 at £520,000. The valuation was carried out by independent valuer James O'Doherty & Co, Chartered Surveyors, Valuers and Property Consultants on the basis of Market Value.

15. Debtors

	2023	2022
	£	£
Training for Success 2017	5,715	5,218
Skills For Life and Work	16,129	14,378
ESF Lemis North West	53,423	47,083
ESF Learning North West	24,171	14,472
ESF Seeds Programme	46,008	50,039
Other Debtors	957	1,260
Prepayments	1,670	1,507
	<u>148,073</u>	<u>133,957</u>

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

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16.	Creditors: Amounts Falling Due Within One Year	2023	2022
		£	£
	Trade creditors	3,423	6,674
	Other taxes and social security costs	19,472	16,913
	Accruals and deferred income	58,640	56,471
		<u>81,535</u>	<u>80,058</u>

17.	Share Capital	2023	2022
		£	£
	Allotted, called up and fully paid equity		
	8 Ordinary shares of £1 each	<u>8</u>	<u>9</u>

18.	Analysis of net assets between funds	Unrestricted	Revaluation	Total
		funds	Reserve	funds
		£	£	£
	Fund balances at 31 March 2023 as represented by:			
	Tangible fixed assets	11,210	499,200	510,410
	Current assets	1,094,804	-	1,094,804
	Current liabilities	(81,535)	-	(81,535)
		<u>1,024,479</u>	<u>499,200</u>	<u>1,523,679</u>

19.	Unrestricted Funds	2023	2022
		£	£
	Opening general funds	1,154,468	1,120,518
	Incoming resources	1,202,831	1,192,206
	Outgoing resources	(1,332,828)	(1,158,256)
	Closing general funds	<u>1,024,471</u>	<u>1,154,468</u>

Purposes of unrestricted funds

Unrestricted funds are funds that are expendable at the discretion of the trustees in furtherance of the charity's objects.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

Notes to the Financial Statements for the year Ended 31 March 2023

..... continued

20. Restricted funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. Derry Youth and Community Workshop Limited did not have any restricted funds in the year.

21. Revaluation Reserve

	2023	2022
	£	£
Opening Revaluation Reserve	509,600	-
Gain on revaluation of fixed assets	-	520,000
Other Movements	(10,400)	(10,400)
Closing Revaluation Reserve	<u>499,200</u>	<u>509,600</u>

Purposes of Revaluation Reserves

Revaluation reserve records the value of asset revaluations and fair value movements on assets recognised in other comprehensive income.

The property was valued on 26 January 2022 at £520,000 by James O'Doherty & Co, Chartered Surveyors, Valuers and Property Consultants on the basis of Market Value.

22. Contingent Liabilities

Grants received could be repayable in certain circumstances as set out in the letters of offer.

23. Controlling Party

The trustees (Committee of Management) are considered to be the charity's controlling party.

DERRY YOUTH AND COMMUNITY WORKSHOP LIMITED

**Notes to the Financial Statements
for the year Ended 31 March 2023**

..... continued

24. Gross Cash Flows

	2023	2022
	£	£
Cash flow from investing activities		
Interest received	10,886	370
Capital expenditure		
Payments to acquire tangible assets	-	(340)
Cash flow from financing activities		
Reduction of ordinary share capital	(1)	1

25. Analysis of Changes in cash and cash equivalents

	Opening balance	Cash flows	Closing balance
	£	£	£
Cash at bank and in hand	1,083,578	(136,847)	946,731
Cash and cash equivalents	1,083,578	(136,847)	946,731

26. Going Concern

At the end of the financial year the funding from the European Social Fund ended. This marked the end of the Lemis North West, Learning North West and Seeds Programmes. These programmes made up 84% of the society's income in the year. As a consequence the society had to undertake cost cutting measures which resulted in a number of redundancies. The society is exploring sources of future funding.

At the balance sheet date the society's net assets were £1,523,679 which includes net current assets of £1,013,269, accordingly the society is in a strong financial position. The management have prepared cashflow projections covering the period to 30 June 2024 which show that the society will have sufficient funding to carry out its operating activities. As a result the trustees have continued to adopt the going concern basis in the preparation of the financial statements.