

Registered number: 02926525
Charity number: 1037999

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report	2 - 5
Independent auditors' report	6 - 8
Statement of financial activities	9
Balance sheet	10 - 11
Notes to the financial statements	12 - 26

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2021

Trustees

P T Ayres
Dr A J Holden
R Higginbottom
L Keen FCA (appointed 16 December 2020)

Company registered number

02926525

Charity registered number

1037999

Registered office

1 North Sixth Street, Milton Keynes, MK9 2NR

Independent auditors

Hillier Hopkins LLP, 249 Silbury Boulevard, Milton Keynes, Buckinghamshire, MK9 1NA

Bankers

National Westminster Bank Plc, 41 The Drapery, Northampton, Northamptonshire, NN1 2EY

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their annual report together with the audited financial statements of Northamptonshire YMCA for the year to 31 March 2021. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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) as amended by Update Bulletin 1 (effective 1 January 2015).

As the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

a. Principal Objectives and Activities

The strategic aims of the Northamptonshire YMCA are:

- create safe places for young people to live where they can belong, contribute and thrive
- speak out on issues that affect the lives of young people
- provide opportunities for residents to improve their skills, develop, learn and grow
- engage people in community development activities

b. Main activities undertaken to further the charity's purposes for the public benefit

Our main charitable activities focus on providing assistance to young people. Our objects and funding restrict the services we provide to those residing in Northamptonshire and its surrounding areas. During the last financial year students residing at our Derngate accommodation have been the main beneficiaries of our work.

Achievements and performance

a. Review of activities

Northamptonshire YMCA continues to focus its activities on generating an income from its properties in central Northampton and Upton. This has been made difficult due to the COVID-19 restrictions impacting the wider housing, accommodation and student lettings sector. The opportunity was taken to refurbish the rooms in Derngate whilst the building was unoccupied to ensure that it can attract market rents through quality housing. The Charity continues to be a subsidiary of Milton Keynes YMCA Limited.

YMCA Northamptonshire was successful in securing grants totalling £6,003 from the Additional Restricted Grants Scheme offered by West Northamptonshire Council to support organisations impacted by the COVID-19 restrictions.

Operational Management

During the year the Charity has developed its working relationship with the two new Unitary Authorities established in Northamptonshire, alongside the new Northamptonshire Children's Trust.

In June 2020 the Charity renewed its lease on Upton Lodge with Homes England. During the year, the Charity progressed the development of the Upton Lodge project by seeking opportunities to fully utilise the property and grounds. An agreement has been negotiated with Griffin Rock acting as our Property Manager enabling the rental of Upton Lodge to professionals for the next three years. This agreement was signed after the year end on 1st May 2021 and will result in an annual rental of between £22,200 to £24,000 being paid to the Charity for the use of the farmhouse at Upton Lodge and surrounding grounds.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

b. Financial risk management objectives and policies

The Trustees continue to keep all external risks under regular review and set strategies and policies to mitigate those risks. Significant external risks to funding have led to the development of a strategic plan that allows for the diversification of funding and activities within the Charity's objectives. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the charitable company. These procedures are periodically reviewed to ensure that they still meet the needs of the Charity.

c. Reserves policy

The Trustees have reviewed the Company's general reserves of £324,396 (2020 - £360,975) (note 18) and are satisfied that they are adequate for current purposes. The trustees consider that given the nature of the Charity's work, its financial commitments and the general economic climate this should be at a level greater than the total committed cash outflow for the next 18 months. This is projected to be £250,000 (2020 - £225,000).

d. Principal funding

The principal source of income for the Charity is from the rental of its investment properties; in the year to 31 March 2021 this accounted for 76% of total income (2020 - 92%). This reduction is due to the impact of COVID-19 restrictions on the Deragate property.

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 6 May 1994 and registered as a charity on 25 May 1994.

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

The sole member is Milton Keynes YMCA Limited. Milton Keynes YMCA Limited is the only body that may appoint new members. Milton Keynes YMCA Limited may, by resolution of its Trustees, authorise such persons as it thinks fit to act as its representatives at general meetings of the Association, and the persons so authorised shall be entitled to exercise the same powers on behalf of Milton Keynes YMCA Limited which he or she as a representative of Milton Keynes YMCA Limited could exercise if it were an individual member.

Milton Keynes YMCA Limited may not be removed as a member, by the Board or otherwise, unless it consents. Milton Keynes YMCA Limited may retire as a member but must appoint at least one replacement member before it does so.

The Board of Trustees shall consist of at least three members appointed by Milton Keynes YMCA Limited. Members of the Board serve a term of up to three years and may be re-appointed for further terms of office.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

a. Policies adopted for the induction and training of Trustees

Most Trustees are already familiar with the work of the organisation. New directors are required to attend an induction meeting to familiarise themselves with the charity and the context within which it operates.

b. Organisational structure and decision making

The day-to-day responsibility for the provision of services rests with the Chief Executive Officer (CEO) of Milton Keynes YMCA Limited. The CEO reports on a regular basis to the Trustees, which meets approximately four times a year.

c. Related party relationships

The charity has a Service Level Agreement with Milton Keynes YMCA Limited (its parent company from 22nd November 2012) to provide management services.

The Charity is affiliated to The National Council of YMCAs of England & Wales. On 31 March 2021 YMCA MK and Northamptonshire YMCA reaffirmed their wish to remain part of the YMCA movement by signing the new Membership Agreement. By signing this document we have agreed to meet YMCA England and Wales Quality Assurance Standards. In addition by 2023 the Charity will:

- Achieve Trusted Charity status Level 1
- Achieve Construction Health and Safety Level 1
- Implement the new brand identity

Plans for future periods

a. Future developments

As a result of the £45,000 refurbishment programme for the Derngate property in Northampton 80% of the rooms are now under offer or let for the new University year commencing September 2021.

A further grant of £2,667 has been received subsequent to the year end from the Additional Restricted Grants Scheme offered by West Northamptonshire Council to support organisations impacted by the COVID-19 restrictions.

Work is being undertaken to develop the Board. A matrix is being compiled to indicate skills required in new Trustees.

Covid-19

The Charity has been impacted by a COVID-19 related reduction in demand for student lettings for the 2020/21 academic year. The opportunity was taken to refurbish the rooms in Derngate whilst the building was unoccupied to ensure that it can attract better market rents through quality housing.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2021

Future developments (continued)

The Charity participated in the YMCA Pension Plan (Pension Plan) a defined benefit based pension for employees of YMCAs in England. This Pension Plan is now closed to new members however the Charity is still required to contribute their share of the Pension Plan deficit. As a result of the effect of the COVID-19 Pandemic on the global economy the valuation of the Pension Plan undertaken on 31 May 2020 showed that the Pension Plan deficit had increased from £33.6M to £36M. As a result an increase of £9,582 provision has been made in the accounts of the Charity for their share of the deficit in addition to the annual contribution and administration fees of £23,589. The Trustees are optimistic that this situation will be reversed at the next valuation in 2023. By 31 March 2021 the ratio of the value of assets to liabilities of the Pension Fund had increased to 80.0% from 69.0% at the date of the valuation.

Trustees' responsibilities statement

The Trustees (who are also directors of Northamptonshire YMCA 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 Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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;
- 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 charitable company will continue in operation.

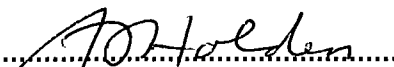
The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

This report was approved by the Trustees, on 31 August 2021 and signed on their behalf by:


.....
Dr A J Holden
Chair

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTHAMPTONSHIRE YMCA

Opinion

We have audited the financial statements of Northamptonshire YMCA (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance sheet, the Statement of cash flows 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 Financial Reporting Standard 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 charitable company's affairs as at 31 March 2021 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; and
- 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 charitable company'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.

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees are responsible for the other information contained within the Annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTHAMPTONSHIRE YMCA
(CONTINUED)

Opinion 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.
- 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 our knowledge and understanding of the charitable company 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 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 Trustees' Report and from the requirement to prepare a Strategic Report.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charitable company 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 Auditors' 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:

- we consider the nature of the industry and sector, control environment and business performance including the remuneration incentives and pressures of key management;

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTHAMPTONSHIRE YMCA
(CONTINUED)

- the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. We consider the results of our enquiries of management and the Audit Committee about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the Company's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

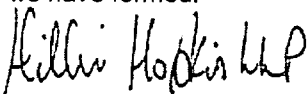
We also obtained an understanding of the legal and regulatory frameworks that the Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. We focused on laws and regulations that could give rise to a material misstatement in the financial statements, including, but not limited to, the Companies Act 2006 and relevant tax legislation.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditors' report.

Use of our report

This report is made solely to the charitable company'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 charitable company'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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Hillier Hopkins LLP

249 Silbury Boulevard
Milton Keynes
Buckinghamshire MK9
1NA

20 September 2021

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	2	6,123	6,123	170
Investments	3	54,601	54,601	131,226
Total income		60,724	60,724	131,396
Expenditure on:				
Raising funds	4	57,022	57,022	64,580
Charitable activities	7,5	74,949	74,949	52,509
Total expenditure	8	131,971	131,971	117,089
Net income / (expenditure) before investment gains/(losses)		(71,247)	(71,247)	14,307
Net gains/(losses) on investments	14	34,668	34,668	(43,004)
Net expenditure before other recognised gains and losses		(36,579)	(36,579)	(28,697)
Net movement in funds		(36,579)	(36,579)	(28,697)
Reconciliation of funds:				
Total funds brought forward		660,975	660,975	689,672
Total funds carried forward		624,396	624,396	660,975

The notes on pages 12 to 26 form part of these financial statements.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)
REGISTERED NUMBER: 02926525

BALANCE SHEET
AS AT 31 MARCH 2021

	Note	£	2021 £	£	2020 £
Fixed assets					
Tangible assets	12	44,369		-	
Investment property	13	825,000		825,000	
Total tangible assets			869,369		825,000
Investments	14		124,319		149,651
			993,688		974,651
Current assets					
Debtors	15	21,497		12,713	
Investments	16	60,000		-	
Cash at bank and in hand		14,241		150,306	
		95,738		163,019	
Creditors: amounts falling due within one year	17	(77,318)		(65,554)	
Net current assets			18,420		97,465
Total assets less current liabilities			1,012,108		1,072,116
Creditors: amounts falling due after more than one year	18		(261,867)		(294,295)
Net assets excluding pension scheme liabilities			750,241		777,821
Defined benefit pension scheme liability	21		(125,845)		(116,846)
Net assets including pension scheme liabilities			624,396		660,975
Charity Funds					
Unrestricted funds	19		624,396		660,975
Total funds			624,396		660,975


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

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

BALANCE SHEET (continued)
AS AT 31 MARCH 2021

The financial statements were approved and authorised for issue by the Trustees on 31 August 2021 and signed on their behalf, by:


.....
Dr A J Holden


.....
L Keen FCA

The notes on pages 12 to 26 form part of these financial statements.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

1. Accounting Policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared 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) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Northamptonshire YMCA meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Company status

The company is a company limited by guarantee. The sole member of the company is Milton Keynes YMCA Limited. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1.

1.3 Going concern

There are no material uncertainties about the Charity's ability to continue as a going concern. As a result of COVID-19, the Trustees are reviewing the situation with regard to lettings on a regular basis. Should the need arise the Charity has a number of alternative opportunities to ensure investment property income is maintained.

1.4 Income

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that economic benefit can be measured reliably, in accordance with the Charities SORP (FRS 102).

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the company which is the amount the company would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

1. Accounting Policies (continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

1.6 Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures and fittings	- 10 years
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1.7 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of financial activities incorporating income and expenditure account.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

1. Accounting Policies (continued)

1.8 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the Bank.

1.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.10 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.12 Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 Pensions

Northamptonshire YMCA participated in a multi-employer defined benefit pension plan for employees of YMCAs in England, Scotland and Wales, which was closed to new members on 30 April 2007. Due to insufficient information, the plan's actuary has advised that it is not possible to separately identify the assets and liabilities relating to Northamptonshire YMCA.

As discussed in note 19 Northamptonshire YMCA has a contractual obligation to make pension deficit payments of £20,010 per annum over the period to April 2029, accordingly this is shown as a liability in creditors to these accounts. In addition, Northamptonshire YMCA is required to contribute £4,747 per annum to the operating expenses of the Pension Plan and these costs are charges to the Statement of Financial Activities as made.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

1. Accounting Policies (continued)

1.14 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

2. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations	120	120	170
Grants	6,003	6,003	-
	<u>6,123</u>	<u>6,123</u>	<u>170</u>
Total donations and legacies	<u>6,123</u>	<u>6,123</u>	<u>170</u>
Total 2020	<u>170</u>	<u>170</u>	

3. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from investment properties	46,443	46,443	118,761
Listed investment income	8,074	8,074	10,453
Bank interest receivable	84	84	2,012
	<u>54,601</u>	<u>54,601</u>	<u>131,226</u>
Total 2020	<u>131,226</u>	<u>131,226</u>	

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

4. Investment management costs

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Property management fees	7,012	7,012	21,888
Repairs & maintenance	21,186	21,186	23,351
Heat & light	14,012	14,012	9,598
Rates, telephone & insurance	9,482	9,482	1,714
Loan interest	5,330	5,330	8,007
Bad debts	-	-	22
	<u>57,022</u>	<u>57,022</u>	<u>64,580</u>
<i>Total 2020</i>	<u>64,580</u>	<u>64,580</u>	

5. Analysis of expenditure on charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Upton Lodge	19,247	19,247	19,765
Central Costs	49,749	49,749	28,154
	<u>68,996</u>	<u>68,996</u>	<u>47,919</u>
<i>Total 2020</i>	<u>47,919</u>	<u>47,919</u>	

6. Support costs

	Unrestricted funds £	Total 2021 £	Total 2020 £
Management time	16,060	16,060	20,201
Bank charges	132	132	205
Affiliation fees	386	386	681
Pension cost	33,171	33,171	7,067
	<u>49,749</u>	<u>49,749</u>	<u>28,154</u>
<i>Total 2020</i>	<u>28,154</u>	<u>28,154</u>	

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

6. Support costs (continued)

The Charity participated in the YMCA Pension Plan (Pension Plan) a defined benefit based pension for employees of YMCAs in England. This Pension Plan is now closed to new members however the Charity is still required to contribute their share of the Pension Plan deficit. As a result of the effect of the COVID-19 Pandemic on the global economy the valuation of the Pension Plan undertaken on 31 May 2020 showed that the Pension Plan deficit had increased from £33.6M to £36M. As a result an increase of £9,582 provision has been made in the accounts of the Charity for their share of the deficit in addition to the annual contribution and administration fees of £23,589. The Trustees are optimistic that this situation will be reversed at the next valuation in 2023. By 31 March 2021 the ratio of the value of assets to liabilities of the Pension Fund had increased to 80.0% from 69.0% at the date of the valuation.

7. Governance costs

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Auditors' remuneration	5,940	5,940	4,590
Legal fees	13	13	-
	<u>5,953</u>	<u>5,953</u>	<u>4,590</u>

8. Analysis of Expenditure by expenditure type

	Staff costs 2021 £	Other costs 2021 £	Total 2021 £	Total 2020 £
Expenditure on investment management	-	57,022	57,022	64,580
Costs of raising funds	<u>-</u>	<u>57,022</u>	<u>57,022</u>	<u>64,580</u>
Upton Lodge	-	19,247	19,247	19,765
Central Costs	33,171	16,578	49,749	28,154
Charitable activities	<u>33,171</u>	<u>35,825</u>	<u>68,996</u>	<u>47,919</u>
Expenditure on governance	<u>-</u>	<u>5,953</u>	<u>5,953</u>	<u>4,590</u>
	<u>33,171</u>	<u>98,800</u>	<u>131,971</u>	<u>117,089</u>
<i>Total 2020</i>	<u>7,067</u>	<u>110,022</u>	<u>117,089</u>	

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

9. Net income/(expenditure)

This is stated after charging:

	2021 £	2020 £
Auditors' remuneration - audit	5,940	4,590

During the year, no Trustees received any remuneration (2020 - £NIL).

During the year, no Trustees received any benefits in kind (2020 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2020 - £NIL).

10. Auditors' remuneration

The Auditor's remuneration amounts to an Audit fee of £5,940 (2020 - £4,590).

11. Staff costs

Staff costs were as follows:

	2021 £	2020 £
Other pension costs (Note 21)	33,171	7,067

The average number of persons employed by the company during the year was as follows:

2021 No.	2020 No.
-	-

No employee received remuneration amounting to more than £60,000 in either year.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

12. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 April 2020	-
Additions	44,369
At 31 March 2021	<u>44,369</u>
Depreciation	
At 1 April 2020 and 31 March 2021	<u>-</u>
Net book value	
At 31 March 2021	<u>44,369</u>
At 31 March 2020	<u>-</u>

13. Investment property

	Freehold investment property £
Valuation	
At 1 April 2020 and 31 March 2021	<u>825,000</u>

The 2021 valuations were made by the Trustees, on an open market value for existing use basis. The directors do not believe that the market value of this investment property as at 31 March 2021 is materially different to the valuation as at 31 March 2017.

The investment property at Derngate had been revalued at 31 March 2017 by professional valuers Aitchison Raffety. This was valued on a market value basis.

The investment properties, originally acquired and categorised as freehold property, have an original cost of £1,416,789 (2020 - £1,416,789).

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

14. Fixed asset investments

	Listed securities £
Market value	
At 1 April 2020	149,651
Revaluations	34,668
Reclassifications	(60,000)
At 31 March 2021	<u>124,319</u>

Investments at market value comprise:

	2021 £	2020 £
Listed investments	<u>124,319</u>	<u>149,651</u>

All the fixed asset investments are held in the UK.

15. Debtors

	2021 £	2020 £
Trade debtors	-	269
Prepayments and accrued income	21,497	12,444
	<u>21,497</u>	<u>12,713</u>

16. Current asset investments

	2021 £	2020 £
Listed investments	<u>60,000</u>	<u>-</u>

Listed investments

The market value of the listed investments at 31 March 2021 was £60,000 (2020 - £NIL).

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

17. Creditors: Amounts falling due within one year

	2021 £	2020 £
Bank loans and overdrafts	32,445	32,443
Trade creditors	12,139	3,990
Amounts owed to group undertakings	5,201	2,019
Other creditors	20,010	19,428
Accruals and deferred income	7,523	7,674
	<u>77,318</u>	<u>65,554</u>

There is £565 (2020 - £nil) of deferred income included within the above Accruals & deferred income figure, due to rents being paid in advance which has been deferred during the year.

18. Creditors: Amounts falling due after more than one year

	2021 £	2020 £
Bank loans	<u>261,867</u>	<u>294,295</u>

Included within the above are amounts falling due as follows:

	2021 £	2020 £
Between one and two years		
Bank loans	<u>27,546</u>	<u>32,997</u>
Between two and five years		
Bank loans	<u>72,309</u>	<u>76,400</u>
Over five years		
Bank loans	<u>162,012</u>	<u>184,898</u>

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

18. Creditors: Amounts falling due after more than one year (continued)

Creditors include amounts not wholly repayable within 5 years as follows:

	2021 £	2020 £
Repayable by instalments	162,012	184,898

The company has three bank loans.

All loans are secured on the property at 47 - 49 Derngate, Northampton.

The first bank loan of £363,075 with National Westminster Bank is repayable over 25 years from December 2006. It has an interest rate of 1.5% above the base rate.

The second bank loan of £125,000 with National Westminster Bank is repayable over 15 years from September 2007. It has an interest rate of 1.5% above the base rate.

The third bank loan of £252,000 with National Westminster Bank is repayable over 25 years from May 2010. It has an interest rate of 1.77% above the base rate.

19. Statement of funds

Statement of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2021 £
Designated funds					
Cyclical Repairs Fund	200,000	-	-	-	200,000
New Services Fund	100,000	-	-	-	100,000
	300,000	-	-	-	300,000
General funds					
General Funds	360,975	60,724	(131,971)	34,668	324,396
Total Unrestricted funds	660,975	60,724	(131,971)	34,668	624,396
Total of funds	660,975	60,724	(131,971)	34,668	624,396

The designated funds are as follows:

The Cyclical Repairs Fund relates to the Derngate property. This is the Trustees' estimate of the costs that may be incurred given the property is in a conservation zone.

The New Services Fund was formed to set aside monies to expand services for young people of Northamptonshire and the surrounding area.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

19. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 April 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 March 2020 £</i>
Designated funds					
Cyclical Repairs Fund	200,000	-	-	-	200,000
New Services Fund	100,000	-	-	-	100,000
	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>300,000</u>
General Funds	389,672	131,396	(117,089)	(43,004)	360,975
	<u><u>389,672</u></u>	<u><u>131,396</u></u>	<u><u>(117,089)</u></u>	<u><u>(43,004)</u></u>	<u><u>360,975</u></u>

Summary of funds - current year

	<i>Balance at 1 April 2020 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 March 2021 £</i>
Designated funds	300,000	-	-	-	300,000
General funds	360,975	60,724	(131,971)	34,668	324,396
	<u>660,975</u>	<u>60,724</u>	<u>(131,971)</u>	<u>34,668</u>	<u>624,396</u>
	<u><u>660,975</u></u>	<u><u>60,724</u></u>	<u><u>(131,971)</u></u>	<u><u>34,668</u></u>	<u><u>624,396</u></u>

Summary of funds - prior year

	<i>Balance at 1 April 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Gains/ (Losses) £</i>	<i>Balance at 31 March 2020 £</i>
Designated funds	300,000	-	-	-	300,000
General funds	389,672	131,396	(117,089)	(43,004)	360,975
	<u>689,672</u>	<u>131,396</u>	<u>(117,089)</u>	<u>(43,004)</u>	<u>660,975</u>
	<u><u>689,672</u></u>	<u><u>131,396</u></u>	<u><u>(117,089)</u></u>	<u><u>(43,004)</u></u>	<u><u>660,975</u></u>

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

20. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	44,369	44,369
Fixed asset investments	124,319	124,319
Investment property	825,000	825,000
Current assets	95,738	95,738
Creditors due within one year	(77,319)	(77,319)
Creditors due in more than one year	(261,866)	(261,866)
Provisions for liabilities and charges	(125,845)	(125,845)
	<u>624,396</u>	<u>624,396</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Total funds 2020 £
Fixed asset investments	149,651	149,651
Investment property	825,000	825,000
Current assets	163,019	163,019
Creditors due within one year	(65,554)	(65,554)
Creditors due in more than one year	(294,295)	(294,295)
Provisions for liabilities and charges	(116,846)	(116,846)
	<u>660,975</u>	<u>660,975</u>

21. Pension commitments

Northamptonshire YMCA participated in the YMCA Pension Plan ("Pension Plan") a contributory pension plan providing defined benefits based on final pensionable pay for employees of YMCAs in England, Scotland and Wales. The assets of the Pension Plan are held separately from those of Milton Keynes YMCA Limited and at the year-end these were invested in the Mercer Dynamic De-risking Solution, 40% matching portfolio and 60% in the growth portfolio and Schroder (property units only).

The most recent completed three year valuation was as at 1 May 2020. The assumptions used which have the most significant effect on the results of the valuation are those relating to the assumed rates of return on assets held before and after retirement of 2.59% and 1.09% respectively, the increase in pensions in payment of 2.99%, and the average life expectancy from normal retirement age (of 65) for a current male pensioner of 22.0 years, female 24.4 years, and 23.7 years for a male pensioner, female 26.1 years, retiring in 20 years time. The result of the valuation showed that the actuarial value of the assets was £146.1m. This represented 79% of the benefits that had accrued to members.

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

21. Pension commitments (continued)

The Pension Plan was closed to new members and future service accrual with effect from 30 April 2007. With the removal of the salary linkage for benefits all employed deferred members became deferred members as from 1 May 2011.

The valuation prepared as at 1 May 2021 showed that the YMCA Pension Plan had a deficit of £36 million. Northamptonshire YMCA has been advised that it will need to make annual contributions of £19,427 from 1 May 2020. This amount is based on the current actuarial assumptions (as outlined above) and may vary in the future as a result of actual performance of the Pension Plan. The current recovery period is 8 years commencing 1st May 2021.

In addition, Northamptonshire YMCA may have over time liabilities in the event of the non-payment by other participating YMCAs of their share of the YMCA Pension Plan's deficit. It is not possible currently to quantify the potential amount that Northamptonshire YMCA may be called upon to pay in the future.

	Within one year	One to two years	Two to five years	After 5 years	After more than one one year Total	Total 2021	Total 2020
	£	£	£	£	£	£	£
At 31 March 2021	20,010	19,427	54,938	51,450	125,845	145,855	-
At 31 March 2020	19,427	19,427	58,281	39,138	116,846	-	136,273

22. Operating lease commitments

At 31 March 2021 the total of the Charity's future minimum lease payments under non-cancellable operating leases was:

	2021 £	2020 £
Amounts payable:		
Within 1 year	300	-
Between 1 and 5 years	1,200	-
Total	1,500	-

NORTHAMPTONSHIRE YMCA
(A company limited by guarantee)

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

23. Related party transaction

Northamptonshire YMCA has a service level agreement with its parent company, Milton Keynes YMCA Limited, to support its management.

During the year Milton Keynes YMCA Limited invoiced amounts totalling £19,915 (2020 - £18,629) to Northamptonshire YMCA for accounting, staff recharges and management services.

At the year end, there was £5,201 (2020 - £2,019) owed to Milton Keynes YMCA Limited from Northamptonshire YMCA.

24. Post balance sheet events

Although the Charity has been impacted by a COVID-19 related reduction in demand for student lettings for the 2020/21 academic year, 80% of the rooms are now under offer or let for the new University year commencing September 2021. In addition, on 1 May 2021, a new three year lease agreement was signed for Upton Lodge with Griffin Rock. This will provide an annual rental income of between £22,200 and £24,000 per annum for this site. As a result the income for the Charity should return to pre COVID-19 levels.

25. Ultimate parent undertaking and controlling party

The company became a 100% subsidiary of Milton Keynes YMCA Limited from 22 November 2012. The group consolidates its financial statements, copies of which can be obtained from:

1 North Sixth Street
Milton Keynes
Buckinghamshire
MK9 2NR