

REGISTERED COMPANY NUMBER: 03208721 (England and Wales)
REGISTERED CHARITY NUMBER: 1059761

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2017
FOR
THE GLENDALE GATEWAY TRUST**

CHARITY COMMISSION
FIRST CONTACT

17 JUL 2017

ACCOUNTS
RECEIVED

Greaves Grindle
Chartered Accountants and
Registered Auditors
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

THE GLENDALE GATEWAY TRUST
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FOR THE YEAR ENDED 31ST MARCH 2017

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THE GLENDALE GATEWAY TRUST
CHAIR'S REPORT
FOR THE YEAR ENDED 31ST MARCH 2017

So - the trust is 21 years old this year. That we are still here at all is a tribute to the early pioneers who took some risky decisions - which paid off.

Looking forward we still have an appetite for risk, but these days we need to be more a little more careful. We don't want to jeopardize what we have built up.

We start from a reasonably healthy position. Unlike many development trusts we are no longer dependent on revenue grants for our core funding. Our assets (the Cheviot Centre, youth hostel, business premises and affordable housing stock) give us what we like to call a 'fragile sustainability'. We are now putting money aside for the long-term maintenance of our properties, so they won't fall into decay. And we are putting significant investment into the youth hostel to bring it up to better-than-average standards.

We are also building up our reserves, partly for prudent reasons in case one or more of our assets hits a problem, and partly so we can rapidly take advantage of any opportunities that might arise (see our official reserves policy in The Report of the Trustees).

We are guided in this by two principles: the Glendale Gateway Trust must fulfill a significant community need in Glendale, and it must either break even or make a surplus.

There are lots of things we would love to do (buy the old Coop building in Wooler, or Ferguson's yard at the entrance to the town, to take just two examples). They mostly fall at this second principle but this report is supposed to be about 2016/17. A good deal of our attention was given over to staff restructuring. This may appear to be of in-house concern only, but we needed to get it right so we could continue effectively and economically to serve the community. I'm grateful to all staff and trustees for their cooperation in helping to create a sustainable staff level designed to meet our needs in the years ahead. Our Trustees Report lists some of the other activities we have been involved in this year. No major projects, but a host of worthwhile ones.

We ended the year with a better-than-predicted surplus. This was partly due to the generosity of some of our 'community bond' holders who decided to gift their bonds to us rather than redeem them when their three year term was up.

Could I finally add my personal thanks to Jane Field from Bell View in Belford, who resigned as a trustee earlier this year. And also to Alison Hilton who will be stepping down at this year's AGM. In both cases their wise counsel was much appreciated during their time with us.

Frank Mansfield
Chair

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2017

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The objectives and activities of the Trust are summarised by the mission statement and priorities below.

Mission Statement

The Glendale Gateway Trust is - a local community development organisation.

Its Mission is - to benefit the community, economy, environment and heritage of Glendale through providing and/or promoting:

- A multi-purpose community hub
- Business development and work opportunities
- More affordable housing
- The tourist offer in the area
- A wide range of public services in the area
- The re-use of old buildings and the vitality of key centres
- Co-operation with public, private and voluntary sector organisations
- Support to community initiatives in Glendale

Priorities 2017-2018

These Priorities must be seen in the light of our Mission, which is to benefit the community, economy, environment and heritage of Glendale. Their purpose is to focus the work of the Trust during the year and act as a point of reference when making strategic decisions. Detailed implications are developed in the Business Plans for each of our assets.

1. Manage our assets, broadly understood, to maximise the effectiveness and quality of all we do, whilst also seeking to be efficient.
2. Optimise the financial returns from our assets in order to provide resources to pursue our Mission.
3. Keep under constant review the status and performance of the assets of the Trust.
4. Broaden and improve our communications of the work of the Trust.
5. Maintain a 'watching brief' for opportunities relevant to our Mission in Glendale, acting as a catalyst and/or partner as appropriate; especially with housing and space for small businesses in mind.
6. Maintain our strategic networking:
 - a. Beyond Glendale
 - b. Within Glendale, especially with Parish Councils, and through Enterprising Glendale
 - c. Sustain an overview of housing throughout Glendale
7. Valorise project funding received.

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2017

ACHIEVEMENT AND PERFORMANCE

Like the previous year in 2016-17 there were no large capital projects and the Trust has been able to continue its efforts to best run its residential properties, the Cheviot Centre, the Youth Hostel and its commercial properties. It was also able to continue its attention on its numerous smaller grant aided projects that required management and development alongside our asset properties.

It is pleasing that the budget forecasts in terms of net income from our assets were accurate and that effectively the Trust has again sustained core costs without external revenue support. This is of course a fragile sustainability and at the forefront of our minds is the need to invest in the properties we own on the High Street, the Youth Hostel and the Cheviot Centre itself.

2016-17 did see a reduced net income from the Youth Hostel largely due to the greater programmed investment in the property. Visitor numbers were down at the hostel though income was up and more families and individuals (as opposed to organised groups) stayed than in previous years.

In 2016-17 a sum of £107,000 was paid back to our bond holders and we were delighted that in total 8 bonds of £1000 each were returned to us as donations. These are a welcome reflection of the support we have from the wider community. The claiming of Gift Aid will enhance these donations even further.

Key activity this year included:

Support to Wooler Parish Council to find funding for and to progress a Neighbourhood Plan.

Working in partnership with CAN to secure funding to support community led housing in Northumberland.

A successful application to the Carnegie UK Trust to take part in a 'Twin Town' project. Wooler was paired with Broughshane in Northern Ireland and both communities visited each other which turned out to be a valuable learning experience. This project is likely to have a second phase and we are confident more will come of it.

Delivery of a small grants scheme working closely with the public health team at Northumberland County Council. This scheme has awarded grants locally to promote the start up of new activities.

Working with Newcastle University to roll out the 'Engaging Glendale' project to other parts of Northumberland. This has been highlighted as a forward looking project which is essentially about disseminating community information via the internet to screens located throughout Glendale.

Developing the remote learning project thanks to a grant from the Kellet Fund. This scheme is encouraging the use of newly installed internet technology at the Cheviot Centre to enable local residents to enjoy tuition and guidance from "long distance" tutors.

Another 'Spring Clean' in Wooler in partnership with Wooler Parish Council in which the public gave their time and effort clearing street and parkland, rubbish and litter.

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2017

FINANCIAL REVIEW

Movement in Funds

During the year the Trust made repayments of £107,000 to its Community Bond holders (but also received donations of £8,000 from these same bondholders). After making these payments the Trust held unrestricted funds of £101,000 at the end of the year.

Before making these bond repayments but after making its other loan repayments, and after provision for asset maintenance, the Trust showed a £24,000 cash surplus for the year. £22,000 of this surplus derived from donations (including the bondholder donations) and from other non-asset based income. (By asset-based income we are referring to income from the Youth Hostel, the Cheviot Centre, and the Residential and Commercial Property lettings).

The asset based income is now central to the Trust's activities in support of the community, and is the financial basis for the upkeep and refurbishment of its assets.

Given that the cash surplus was almost entirely non-asset based the Trust continues to view with caution its results for the year and believes it must continue to act with prudence. Small variations in asset based income will always threaten the surplus.

Balance Sheet

A simplified summary of the Trust's net assets is as follows:

	£
Fixed Assets (essentially the properties listed above) shown in the balance sheet net of depreciation	2,723,000
Loans to fund these fixed assets	(165,000)
Restricted Revenue Funds (largely cash funds for which we have a duty to spend on specific activities)	27,000
Unrestricted Revenue Funds (effectively cash funds)	101,000
Total Funds	<u>2,686,000</u>

The above loans are:

	£
Community Bonds	7,500
Unity Trust bank	64,500
Quaker Trust	63,000
Wooler Parish Council	30,000
Total Loans	<u>165,000</u>

The repayments which we are committed to pay next year total £14,000, including the £7,500 of Community Bonds. Additionally the Wooler Parish Council loan is strictly repayable on demand, but as the Trust pays 4% interest on this loan it is not expected that repayment will be demanded.

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2017

FINANCIAL REVIEW

RESERVES POLICY AT 31 MARCH 2017

At 31 March 2017 the Trust held £ 101,000 in unrestricted funds.

During the coming year the Trust hopes to continue to generate a cash surplus.

The Trust has not altered its policy of last year. It wishes to maintain sufficient reserves, in the event of unexpected falls in income or of unexpected demands on expenditure, to allow the Trust to modify its activities without undue haste. The Trust therefore has formed a view of the likelihoods of different levels of these falls in income and new demands for expenditure.

For the ability to adjust to these variations in income or expenditure the Trust wishes to maintain £60,000 as a minimum reserve.

Additionally the Trust wishes to increase its reserves each year in order that they are sufficient to fund future major repairs or refurbishment of its assets. Current Trust priorities are firstly the maintenance of high standards for our tenants, and secondly the maintenance and enhancement of future income streams.

The Trust in earlier years has on occasion acted quickly to grasp opportunities. We believe that this approach should continue and that by building our reserves we improve our ability to make further developments. We therefore have no maximum limit for reserves.

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document and Constitution

The Glendale Gateway Trust is a Charitable Company limited by guarantee (as defined by the Companies Act 2006) incorporated on 6 June 1996. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Recruitment and Appointment of Management Committee

As set out in the Articles of Association, a management committee administers the business of the company.

Nominated Members. A total of seven members may be nominated by the following partnership organisations:

1. Northumberland County Council
2. Wooler Parish Council
3. Community Action Northumberland
4. National Farmers' Union
5. Country Landowners and Business Association
6. Wooler Retailers' Association (dormant)
7. Glendale Group of Parish Councils (dormant)

Elected Members. Seven vacancies on the management committee may be filled by election by members of the company from amongst their number present at the company's AGM.

Organisation

The Management Committee meets every three months and there is a Policy Group which meets monthly together with the employed staff of the trust.

There are also other groups which cover specific activities.

Risk Management

The Trustees have a risk management strategy, which comprises:

- A regular check of possible risks identified by the Charity Commission - the list is being reviewed item by item at the monthly Policy Group meetings.
- The establishment of systems and procedures to mitigate those risks identified; and
- The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2017

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Number: 1059761

Company Number: 3208721

Registered Office and operational address

Cheviot Centre, 12 Padgepool Place, Wooler, Northumberland, NE71 6BL

Registered Auditors

Greaves Grindle, Victoria House, Bondgate Within, Alnwick, Northumberland, NE66 1TA

Bankers

Unity Trust Bank, 9 Brindley Place, 4 Oozells Square, Birmingham

Barclays Bank, Leicester, LE87 2BB

Trustees

Chair: Mr F Mansfield (Elected member)

Vice Chair: Professor P Healey (Elected member)

Treasurer: Mr Mark Cuddigan

Other Elected and Co-opted Trustees:

Mr D Buckle - resigned 14.5.16

Mr R Marriner

Mrs A Hilton

Ms J. Field - resigned 26.7.16

Mr P Sheard

Mrs J Pannell

Mrs M Brown - co-opted 15.5.16

Dr JB Bales

Nominated Trustees:

Mr M. Cuddigan (Country Landowners and Business Association)

Mr. A. Murray (NCC) + (CAN)

Mrs Alfreda Hindmarsh (Wooler Parish Council) - resigned 4.5.17

Mrs S Mills (Wooler Parish Council) - appointed 15.5.17

Employed Staff during 2016/17

Tom Johnston (Trust Director)

Neil Wilson (Asset Development Manager)

Mike Hetherington (Accountant)

Rachel Sinton (Administrator)

Shauna Goulbourne (Caretaker)

Graham Goodwin (Youth Hostel Manager)

Susan Carr (Youth Hostel Assistant)

Margaret Dunns (Youth Hostel Assistant)

Gemma Douglas (Marketing and admin support worker)

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2017

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Glendale Gateway Trust for the purposes of company law) are responsible for preparing 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 company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:


- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Greaves Grindle, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 7 July 2017 and signed on its behalf by:


.....
Trustee

F.O. MANSFIELD

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE GLENDALE GATEWAY TRUST

We have audited the financial statements of The Glendale Gateway Trust for the year ended 31st March 2017 on pages eleven to twenty one. 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).

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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page eight, 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.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Chair's Report and the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2017 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.

Other matter

We would emphasise to users of these financial statements the accounting convention adopted by the trustees, as detailed in note 1 on page thirteen. The financial statements should have been prepared with priority given to the accounting convention for Registered Social Housing Providers, over the convention for charities. In fact, where the conventions differ, priority has instead been given to that for charities. Disclosure has been made of the differences that would have arisen had the Registered Social Housing Providers convention been adopted. The trustees have stated that they intend to review this in future periods.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE GLENDALE GATEWAY TRUST**

Matters on which we are required to report by exception

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

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



Alan Clark F.C.A. (Senior Statutory Auditor)
for and on behalf of Greaves Grindle
Chartered Accountants and
Registered Auditors
Victoria House
Bondgate Within
Alnwick
Northumberland
NE66 1TA

Date:10/7/17.....

THE GLENDALE GATEWAY TRUST
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31ST MARCH 2017

	Notes	Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		8,862	29,303	38,165	9,424
Charitable activities					
Glendale Gateway Trust activities		241,138	3,591	244,729	253,053
Investment income	2	43	-	43	473
Total		250,043	32,894	282,937	262,950
EXPENDITURE ON					
Charitable activities					
Glendale Gateway Trust activities		210,407	94,756	305,163	313,411
NET INCOME/(EXPENDITURE)		39,636	(61,862)	(22,226)	(50,461)
Transfers between funds	12	(114,468)	114,468	-	-
Net movement in funds		(74,832)	52,606	(22,226)	(50,461)
RECONCILIATION OF FUNDS					
Total funds brought forward		175,996	2,532,547	2,708,543	2,759,004
TOTAL FUNDS CARRIED FORWARD		101,164	2,585,153	2,686,317	2,708,543

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements


THE GLENDALE GATEWAY TRUST

**BALANCE SHEET
AT 31ST MARCH 2017**

	Notes	Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
FIXED ASSETS					
Tangible assets	7	19	2,723,180	2,723,199	2,789,352
CURRENT ASSETS					
Debtors	8	11,123	-	11,123	19,730
Cash at bank and in hand		140,286	27,291	167,577	215,168
		<u>151,409</u>	<u>27,291</u>	<u>178,700</u>	<u>234,898</u>
CREDITORS					
Amounts falling due within one year	9	(50,264)	(43,714)	(93,978)	(181,063)
NET CURRENT ASSETS/(LIABILITIES)		<u>101,145</u>	<u>(16,423)</u>	<u>84,722</u>	<u>53,835</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>101,164</u>	<u>2,706,757</u>	<u>2,807,921</u>	<u>2,843,187</u>
CREDITORS					
Amounts falling due after more than one year	10	-	(121,604)	(121,604)	(134,644)
NET ASSETS		<u><u>101,164</u></u>	<u><u>2,585,153</u></u>	<u><u>2,686,317</u></u>	<u><u>2,708,543</u></u>
FUNDS	12				
Unrestricted funds				101,164	175,996
Restricted funds				<u>2,585,153</u>	<u>2,532,547</u>
TOTAL FUNDS				<u><u>2,686,317</u></u>	<u><u>2,708,543</u></u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 7 July 2017 and were signed on its behalf by:


.....
Trustee

F.O. MANSFIELD

The notes form part of these financial statements

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2017

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

On 1st December 2011 the charity registered with the Tenant Services Authority as a Social Housing Provider. The financial statements should therefore also be prepared in accordance with the provisions of the Statement of Recommended Practice for Social Housing Providers 2014 and with the Accounting Direction for private registered providers of social housing in England 2015.

During the years to 31 March 2015, grants were received to assist with the development of social housing units. The Trustees have chosen to continue to prepare the financial statements using the accounting conventions applicable to charities and these grants were included in incoming resources within the Statement of Financial Activities. Under the accounting conventions applicable to Registered Social Housing Providers such grants should be amortised over the useful lives of the housing properties with the unamortised amount being held within creditors as deferred grant income.

Next year the accounting convention with respect to the reporting of social housing transactions will be reviewed again, including a review of the status and treatment of existing housing properties. It is estimated that if grants previously received on existing housing units were to be re-stated in accordance with the Registered Social Housing Providers accounting conventions, amortisation would be £16,000 per annum and the net assets at 31 March 2017 would be reduced by £763,000.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Long leasehold	- 2% on cost
Plant and machinery	- 15% on reducing balance

Taxation

The charity is exempt from corporation tax on its charitable activities.

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017**

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Basic financial instruments

The charity accounts for basic financial instruments on initial recognition as per paragraph 11.7 FRS102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS102 SORP.

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discount.

2. INVESTMENT INCOME

	2017	2016
	£	£
Bank interest receivable	<u>43</u>	<u>473</u>

3. NET INCOME/(EXPENDITURE)

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

	2017	2016
	£	£
Auditors' remuneration	1,950	1,900
Depreciation - owned assets	<u>70,032</u>	<u>70,315</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2017 nor for the year ended 31st March 2016.

Trustees' expenses

There were no trustees' expenses during the year (2016: £Nil).

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017**

5. STAFF COSTS

The average monthly number of employees during the year was as follows:

	2017	2016
Management	2	2
Administration	4	4
	<u>6</u>	<u>6</u>

No employees received emoluments in excess of £60,000.

In addition to salaries and social security, there were other employee costs of £2,412 (2016: £1,898).

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM:			
Donations and legacies	1,111	8,313	9,424
Charitable activities			
Glendale Gateway Trust activities	231,630	21,423	253,053
Investment income	473	-	473
Total	<u>233,214</u>	<u>29,736</u>	<u>262,950</u>
EXPENDITURE ON			
Charitable activities			
Glendale Gateway Trust activities	230,561	82,850	313,411
Total	<u>230,561</u>	<u>82,850</u>	<u>313,411</u>
NET INCOME/(EXPENDITURE)	<u>2,653</u>	<u>(53,114)</u>	<u>(50,461)</u>
Transfers between funds	<u>(4,441)</u>	<u>4,441</u>	<u>-</u>
Net movement in funds	<u>(1,788)</u>	<u>(48,673)</u>	<u>(50,461)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	177,784	2,581,220	2,759,004
TOTAL FUNDS CARRIED FORWARD	<u><u>175,996</u></u>	<u><u>2,532,547</u></u>	<u><u>2,708,543</u></u>

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017

7. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £	Totals £
COST				
At 1st April 2016	2,882,509	350,255	88,039	3,320,803
Additions	1,026	-	2,853	3,879
At 31st March 2017	<u>2,883,535</u>	<u>350,255</u>	<u>90,892</u>	<u>3,324,682</u>
DEPRECIATION				
At 1st April 2016	461,460	13,959	56,032	531,451
Charge for year	57,686	7,006	5,340	70,032
At 31st March 2017	<u>519,146</u>	<u>20,965</u>	<u>61,372</u>	<u>601,483</u>
NET BOOK VALUE				
At 31st March 2017	<u>2,364,389</u>	<u>329,290</u>	<u>29,520</u>	<u>2,723,199</u>
At 31st March 2016	<u>2,421,049</u>	<u>336,296</u>	<u>32,007</u>	<u>2,789,352</u>

Freehold property includes the following:

The Cheviot Centre

The Mechanics Institute Building (let to the Youth Drop-in Centre)

The Wooler Youth Hostel

Nine residential properties (three houses and six flats)

Roddam Dene House (four flats)

Three properties let as retail units

The Trustees consider that it would not be practicable to analyse accurately the carrying value of freehold property between those properties let as social housing and other property. The carrying values of freehold property shown above may be different from the market values of these properties. The Trustees do not consider that it would be worthwhile to obtain professional valuations in order to quantify these differences. Consideration continues to be given as to whether provisions for impairment are required.

Leasehold Property

The first floor of the former Wheatsheaf Hotel on Wooler high street (five flats)

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Grant and other debtors	6,497	3,372
VAT	-	11,862
Prepayments	4,626	4,496
	<u>11,123</u>	<u>19,730</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts (see note 11)	2,714	2,638
Other loans (see note 11)	41,000	140,500
Trade creditors	24,453	25,924
VAT	6,714	-
Other creditors	14,269	8,701
Accrued expenses	4,828	3,300
	<u>93,978</u>	<u>181,063</u>

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2017	2016
	£	£
Bank loans (see note 11)	62,104	64,644
Other loans (see note 11)	59,500	70,000
	<u>121,604</u>	<u>134,644</u>

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017

11. LOANS

An analysis of the maturity of loans is given below:

	2017 £	2016 £
Amounts falling due within one year on demand:		
Unity Trust loan	2,714	2,638
Quaker Housing Trust loan	3,500	3,500
Wooler Parish Council loan	30,000	30,000
Community bonds	7,500	107,000
	<u>43,714</u>	<u>143,138</u>
Amounts falling between one and two years:		
Unity Trust loan	2,643	2,540
Quaker Housing Trust loan	3,500	3,500
Community bonds	-	7,500
	<u>6,143</u>	<u>13,540</u>
Amounts falling due between two and five years:		
Unity Trust loan	8,593	8,256
Quaker Housing Trust loan	10,500	10,500
	<u>19,093</u>	<u>18,756</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Unity Trust loan	50,868	53,848
Quaker Housing Trust loan	45,500	48,500
	<u>96,368</u>	<u>102,348</u>

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017**

12. MOVEMENT IN FUNDS

	At 1/4/16 £	Net movement in funds £	Transfers between funds £	At 31/3/17 £
Unrestricted funds				
General fund	168,420	39,636	(121,945)	86,111
Designated Housing Maintenance fund	7,576	-	7,477	15,053
	<u>175,996</u>	<u>39,636</u>	<u>(114,468)</u>	<u>101,164</u>
Restricted funds				
Cheviot Centre	396,882	(13,896)	-	382,986
Mechanics Institute	191	(6)	-	185
Town Centre Regeneration	311,392	(8,168)	-	303,224
Youth Hostel	337,293	(9,054)	-	328,239
31 High Street	403,523	(9,376)	-	394,147
Robson Patterson Ancrum Endowment (Capital)	26,706	-	-	26,706
Cheviot Centre - Foyer	20,892	(491)	-	20,401
Cheviot Centre - Library Extension	41,059	(911)	-	40,148
Cheviot Centre - Sensory Garden	5,234	(113)	-	5,121
Glendale Festival	6,237	473	-	6,710
Robson Patterson Ancrum Endowment (Revenue)	2,516	-	1,068	3,584
Hugonin Repairs	3,297	-	-	3,297
Hugonin Arts	842	-	-	842
Cheviot Centre - Library Fitting Out	51,887	(1,161)	-	50,726
Old Library	188,103	(4,109)	-	183,994
Art Festival	28	-	-	28
Exchange Visits	580	-	-	580
12a Church Street	38,983	(829)	-	38,154
Cheviot Centre - Pre-development costs of 2012/13	13,686	(299)	-	13,387
Cheviot Centre - Performance Room Developments	39,606	(789)	-	38,817
Cheviot Centre - Pods and Offices (RGN Funds)	167,953	(3,637)	1,026	165,342
Co-ordinating for Age	275	-	-	275
Roddam Dene House	268,880	(9,058)	107,000	366,822
Wheatsheaf	193,734	(7,006)	5,464	192,192
Communal Garden at Roddam Dene House	2,219	(43)	(90)	2,086
Remote Learning Hub	8,888	(947)	-	7,941
Enterprising Glendale	(6)	6	-	-
Engaging Glendale	1,267	(1,267)	-	-
Growing Rural Careers	400	(400)	-	-
Remote Learning Project	-	2,462	-	2,462
Spring Clean in Wooler	-	113	-	113
Twin Towns Project	-	2,432	-	2,432
IT Workshops	-	435	-	435
Small Grants Pilot Project	-	3,777	-	3,777
	<u>2,532,547</u>	<u>(61,862)</u>	<u>114,468</u>	<u>2,585,153</u>

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017**

12. MOVEMENT IN FUNDS - continued

TOTAL FUNDS	2,708,543	(22,226)	-	2,686,317
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Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	250,043	(210,407)	39,636
Restricted funds			
Cheviot Centre	-	(13,896)	(13,896)
Glendale Festival	8,228	(7,755)	473
Wheatsheaf	-	(7,006)	(7,006)
Growing Rural Careers	-	(400)	(400)
Glendale Enterprise Support	1,800	(1,800)	-
Remote Learning Project	7,242	(4,780)	2,462
Winter Warmer Event	150	(150)	-
Spring Clean in Wooler	200	(87)	113
Twin Towns Project	3,750	(1,318)	2,432
IT Workshops	1,525	(1,090)	435
Small Grants Pilot Project	9,999	(6,222)	3,777
Mechanics Institute	-	(6)	(6)
Town Centre Regeneration	-	(8,168)	(8,168)
Youth Hostel	-	(9,054)	(9,054)
31 High Street	-	(9,376)	(9,376)
Cheviot Centre - Foyer	-	(491)	(491)
Cheviot Centre - Library Extension	-	(911)	(911)
Cheviot Centre - Sensory Garden	-	(113)	(113)
Cheviot Centre - Library Fitting Out	-	(1,161)	(1,161)
Old Library	-	(4,109)	(4,109)
12a Church Street	-	(829)	(829)
Cheviot Centre - Pre-development costs of 2012/13	-	(299)	(299)
Cheviot Centre - Performance Room Developments	-	(789)	(789)
Cheviot Centre - Pods and Offices (RGN Funds)	-	(3,637)	(3,637)
Roddam Dene House	-	(9,058)	(9,058)
Communal Garden at Roddam Dene House	-	(43)	(43)
Remote Learning Hub	-	(947)	(947)
Enterprising Glendale	-	6	6
Engaging Glendale	-	(1,267)	(1,267)
	32,894	(94,756)	(61,862)
TOTAL FUNDS	282,937	(305,163)	(22,226)

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2017.

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2017**

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets £	Current assets £	Current liabilities £	Long term liabilities £	Total 2017 £
Unrestricted funds					
General fund	19	136,356	(50,264)	-	86,111
Designated funds					
Housing Maintenance fund	-	15,053	-	-	15,053
Total unrestricted funds	<u>19</u>	<u>151,409</u>	<u>(50,264)</u>	<u>-</u>	<u>101,164</u>
Restricted funds					
Cheviot Centre	382,986	-	-	-	382,986
Mechanics Institute	185	-	-	-	185
Town Centre Regeneration	303,224	-	-	-	303,224
Youth Hostel	328,239	-	-	-	328,239
31 High Street	394,147	-	-	-	394,147
Robson Patterson Ancrum Endowment (Capital)	26,706	-	-	-	26,706
Cheviot Centre - Foyer	20,401	-	-	-	20,401
Cheviot Centre - Library Extension	40,148	-	-	-	40,148
Cheviot Centre - Sensory Garden	4,930	191	-	-	5,121
Glendale Festival	-	6,710	-	-	6,710
Robson Patterson Ancrum Endowment (Revenue)	-	3,584	-	-	3,584
Hugonin Repairs	-	3,297	-	-	3,297
Hugonin Arts	-	842	-	-	842
Cheviot Centre - Library Fitting Out	51,063	(337)	-	-	50,726
Old Library	183,994	-	-	-	183,994
Art Festival	-	28	-	-	28
Exchange Visits	-	580	-	-	580
12a Church Street	38,154	-	-	-	38,154
Cheviot Centre - Pre-development Costs of 2012/13	13,431	(44)	-	-	13,387
Cheviot Centre - Performance Room Developments	36,240	2,577	-	-	38,817
Cheviot - Pods and Offices (RGN Funds)	167,538	(2,196)	-	-	165,342
Co-ordinating for Age	-	275	-	-	275
Roddam Dene House	395,042	(3,470)	(24,750)	-	366,822
Wheatsheaf	329,290	3,470	(18,964)	(121,604)	192,192
Communal Garden at Roddam Dene House	2,086	-	-	-	2,086
Remote Learning Hub	5,376	2,565	-	-	7,941
Remote Learning Project	-	2,462	-	-	2,462
Spring Clean in Wooler	-	113	-	-	113
Twin Towns Project	-	2,432	-	-	2,432
IT Workshops	-	435	-	-	435
Small Grants Pilot Project	-	3,777	-	-	3,777
Total restricted funds	<u>2,723,180</u>	<u>27,291</u>	<u>(43,714)</u>	<u>(121,604)</u>	<u>2,585,153</u>
Total funds	<u><u>2,723,199</u></u>	<u><u>178,700</u></u>	<u><u>(93,978)</u></u>	<u><u>(121,604)</u></u>	<u><u>2,686,317</u></u>

THE GLENDALE GATEWAY TRUST

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2017**

	2017 £	2016 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations and Grants	10,049	2,125
Northumberland National Park Authority	1,800	-
Duncan and Sarah Davidson Fund	1,000	1,000
Federation of Northumberland Development Trusts	150	-
Joicey Trust	-	400
Carr-Ellison Charitable Trust	500	500
Community Development Foundation	7,242	-
Northumberland Arts	1,000	1,000
Community Foundation	1,000	1,000
Berwick Community Trust	-	1,400
J. Waring and Sons	-	1,999
Northumberland County Council	10,149	-
Four Housing	1,525	-
Carnegie UK Trust	3,750	-
	<u>38,165</u>	<u>9,424</u>
Investment income		
Bank interest receivable	43	473
Charitable activities		
Rental income	133,352	128,113
Room hire	18,850	17,205
Youth hostel	83,272	82,983
Sale of goods or services	9,255	5,299
Broadband connection voucher scheme	-	19,453
	<u>244,729</u>	<u>253,053</u>
Total incoming resources	<u>282,937</u>	<u>262,950</u>
EXPENDITURE		
Charitable activities		
Wages and salaries	122,122	136,485
Social security	5,009	8,173
Pensions	572	-
Other employee costs	2,412	1,898
Cheviot Centre	17,281	22,971
Youth hostel	41,272	33,498
Residential properties	9,644	11,668
Town centre non residential property	2,575	3,211
Other costs including administration of all projects	18,813	8,480
Glendale Festival	7,755	8,428
Robson Patterson Ancrum - Trust Endowment (Revenue)	-	606
Carried forward	227,455	235,418

This page does not form part of the statutory financial statements

THE GLENDALE GATEWAY TRUST

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2017**

	2017 £	2016 £
Charitable activities		
Brought forward	227,455	235,418
Depreciation: Freehold property	57,686	57,665
Depreciation: Long leasehold property	7,006	7,006
Depreciation: Plant and machinery	5,340	5,644
Loan interest	3,996	4,100
	<u>301,483</u>	<u>309,833</u>
Support costs		
Governance costs		
Auditors' remuneration	1,950	1,900
Accountancy fees	1,730	1,678
	<u>3,680</u>	<u>3,578</u>
Total resources expended	305,163	313,411
 Net expenditure	 <u><u>(22,226)</u></u>	 <u><u>(50,461)</u></u>

This page does not form part of the statutory financial statements