

SHREWSBURY HOUSE
UNAUDITED
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

SHREWSBURY HOUSE
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report	2 - 7
Independent examiner's report	8
Statement of financial activities	9
Balance sheet	10
Notes to the financial statements	11 - 24

SHREWSBURY HOUSE
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2018**

Trustees

Mr J Hutchison, Chair
Dr R Brooke-Smith (resigned 31 October 2017)
Mr C W Conway (resigned 1 November 2017)
Mrs H Carroll, Minutes secretary (resigned 1 November 2017)
Mr R J Halson
Mrs H J Hutchison
Mr A Jebb
Mrs D B Nightingale
Professor D Ritchie
Mrs F Croft (resigned 1 November 2017)
Ms F McArdle
Lady Erica Hedley (appointed 8 February 2018)
Mr Brian Canfer, Treasurer (appointed 9 July 2018)
Professor A McCarthy (appointed 8 February 2018)
Rev H Corbett (appointed 15 February 2018)
Rev A Aldous (appointed 8 February 2018)
Mr R C Hannah (appointed 15 February 2018)
Mr A Murfin (appointed 14 May 2018)
Mrs N Pritchard (appointed 14 May 2018)

Company registered number

3245123

Charity registered number

1058694

Registered office

Shrewsbury House, 31-39 Langrove Street, Everton, Liverpool, L5 3PE

Accountants

Whittingham Riddell LLP, Belmont House, Shrewsbury Business Park, Shrewsbury, Shropshire, SY2 6LG

Bankers

HSBC PLC, 4 Dale Street, Liverpool, L69 2BZ

SHREWSBURY HOUSE
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2018

The Trustees present their annual report together with the financial statements of the Charity for the period from 1 April 2017 to 31 March 2018. 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).

Since the Charity 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.

Objectives and Activities

a. Policies and objectives

The objects of the charity are the provision of a Youth Club and Community Centre in the Everton area of Liverpool, known locally as 'The Shewsy'. The Charity owns and maintains a purpose built and fully equipped club property, at which it provides a full programme of After School and Senior Club activities for the education and socialisation of children and young people.

b. Activities for achieving objectives

The organisation's aims and objectives for 2017 -18 have remained as follows:

To provide:

- Adult and peer support that is welcoming, understanding and encouraging;
- A safe, warm, clean, friendly, fun and stimulating environment;
- Information, guidance and opportunities to access training, learning, healthy lifestyles and work;
- An expectation of high standards of behaviour, respect and achievement and a challenge where these are ignored;
- Opportunities to experience and learn different activities, interests and skills;
- Opportunities to develop relationships across classes, cultures, races and generations;
- A platform for developing character through discussion and debate; and
- Opportunities to be part of working teams and to practice organisational and leadership skills.

We deliver these aims and objectives by producing an annual action plan and monitoring its' delivery at bi-monthly meetings of the Board of Management, receiving written reports from the Team Leader, the Warden and the Treasurer. Each report is examined and discussed and ideas and plans for improvement, where required, are put in place and monitored by the Board.

In furtherance of these aims the Trustees have complied with the duty in the Charities Act 2011 to have due regard to the Charity Commission's revised published guidance concerning the operation of Public Benefit requirement under that Act..

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

Shrewsbury House is a Youth Club in Everton, Liverpool, founded in 1903, and known locally as the Shewsy. The area we serve remains one of the most deprived wards in the UK. This is despite great strides being made in the quality of housing and the development of local greenspace in the form of Everton Park. We are an open-access, full-time centre and run a full programme of activities each week of the year.

SHREWSBURY HOUSE
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

Our core business is working with children and young people. Through informal education, we aim to meet the social, recreational, emotional and spiritual needs of our young people. We do this through the relationships and self-confidence we build and the activity and learning programme we offer.

Our vision is to draw out the talent and potential of all our young people so that each one will discover a positive purpose and direction for their life. We believe in and seek to promote the values of service, honesty, forgiveness, kindness, generosity, humility, selflessness and care and consideration for others.

We are a community based organisation delivering informal education and we actively promote equality. We provide the voice and platform for the participation of young people in club, community and city and encourage the empowerment of young people that can lead to full citizenship, action and change. We aim to encourage a view of life that includes learning on all levels: mental, physical, emotional, social and spiritual.

We work closely with many primary and secondary schools and are also part of several youth work networks, including the local authority's Children's services, the Liverpool Council for Voluntary Service, the Merseyside Youth Association and the national Frontier Youth Trust. We are connected to and work in partnership with Shrewsbury School and share a site with St Peter's, a local church with whom we have a good, working relationship.

Achievements and performance

a. Review of activities

The past year, 2017 - 2018 has seen us:

Implement our planned reduction from two full time youth work staff to one. Dave Brereton, Team Leader here since 2010, opted to retire from his post and John Dumbell took over the leadership reins in July 2017. We want to record our sincere thanks to Dave for his sterling work over the past 8 years. He has had a profound impact on the quality of our work and has shared his knowledge and experience generously and effectively with his assistant John and the wider part time team.

We reflect that this reduction from two to one full timer leaves us well under establishment for the work we do, but there is nothing we can do in the face of such drastic reductions in the funds available to youth centres up and down the country. We are doing all we can to diversify our funding base, strengthen the breadth of the voluntary support we receive already and cut our costs.

The effect of making this cut from two to one FT staff has immediately seen an improvement in our financial position and this is reflected in the accounts attached.

Nevertheless we are disappointed at this under- valuing of our service and continue to lobby in order to tell our story of invaluable influence on many young lives. This produces immense (though difficult to quantify) savings to the public purse. Without any doubt in our long experience, this includes savings from:

1. Those deterred from habitual drug use
2. Those retained in school
3. Those prevented from entering the Youth Justice and prison system
4. Those who avoid the very common experience of family breakdown and violence.

If any service is worthy of the badge of "Invest to Save" it is (or can be) the Youth Service and Shrewsbury House is proud to fly the flag for that service within one of the poorest neighbourhoods in the country. One initiative we have recently introduced is the production of many more "Case Studies" to evidence our work to those agencies and funders who may be able to support us.

SHREWSBURY HOUSE
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

In times when serious knife and gun crime is spiralling out of control, the case for retrieving and rebuilding an effective Youth Service must get a hearing. There are some positive signs that this may be the case.

In addition to this major change to our staffing and the bedding in that followed, it is pleasing to report that John Dumbell has risen to the task brilliantly and our small team of part time staff have supported him really well. We were delighted to feel able to make a modest pay award to all staff, something they haven't seen for 4 years!

We have continued to deliver a full programme as follows:

- Providing our core after school and senior club activities on four afternoons and evenings each week.
- Delivering the programme of Social Studies visits from the Shrewsbury School sixth form pupils, aligning the subjects with the national curriculum. School pupils not only gain invaluable out of classroom education on core curriculum subjects but also stay at the club and engage in learning and joint activity programmes with club members. This past year has seen additional exchange visits take place between the school and the club and relations at a confident and excellent level.
- Maintaining a small part time staff team and supporting/ training those staff in order to deliver quality Youth Work sessions.
- Maintaining and supporting a small team of volunteers and adding to their number.
- Running the usual programme of out of school Easter and Summer holiday activity.
- Running occasional residential weeks and weekends. This has included the Causeway exchange programme with groups from Belfast and Dublin and making plans for a second trip to Malawi for three of our members along with pupils from Shrewsbury school.
- Supporting the work of the archives group, which has delivered invaluable material
- Supporting a number of community initiatives within the local area, working in partnership with them, this year again continuing to work with the Friends of Everton Park on the exciting development and activity plans for the park area and the surrounding neighbourhood. This continues to be particularly successful with great partnership work on a number of events
- Operating a membership of 196 children and young people, averaging a daily attendance 39 in Junior clubs and 43 in Senior club.
- Linking effectively with all our 6 local schools
- Extending the "reach" of our catchment area and regularly receive memberships from right across the city of Liverpool. We have postcode detail that supports this extension.
- Hosting the local payback team from the Probation services on a weekly basis.
- Continually seeking funding opportunities and submitting applications to grant- making trusts in order to secure funds to match our substantial voluntary giving.
- Updating our contact lists and making ourselves compliant with GDP regulations.
- Refreshing our Board of Management.

In conclusion, it has been an exceptional year with very many examples of good practice across the organisation. It is a pleasure and privilege to be involved.

Financial review

The financial results for the year are set out on page 9.

In the year under review the charity made a loss of £20,375 compared to a profit last year of £40,784. As reported last year, the accounts for the year 2016-2017 included income of £97,629 from the Shrewsbury school sponsored walk. This takes place every five years and was last held in 2016. Our intention is to draw 20% of that sum every year until the year ending 2020. Applying that principle to these accounts would show a small loss of £849.

SHREWSBURY HOUSE
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

Incoming Resources

Incoming resources totalled £178,880 for the year, a decrease of £75,027 on the previous year (£253,907).

Income in the form of unrestricted donations totalled £98,495 (2017: £176,329). The Club continued to receive support from the Salopian community who donated £16,945 (2017: £18,130) through the gift aid scheme. One off, irregular and other regular donations totalled £71,550 (2017: £45,570). The grant from Liverpool City Council (administered by Your Edge) was £10,000 (2017: £15,000).

A further £30,037 (2017: £35,706) was received in the form of restricted income. This consisted of £18,001 grant to fund 50% of the Senior Youth workers salary, £7,085 funds for specific projects and some smaller one-off specific activity grants.

Activities for generating funds was £25,275 compared to £23,711 in the prior year. This mainly consisted of £15,835 (2017: £15,202) of flat and hostel rental income and £8,361 (2017: £7,879) of office and club hire.

Expenditure

Expenditure totalled £199,255 for the year compared to £213,124 in the previous year.

Wage and salary costs were £111,249 (2017: £127,208), the reduction being due to decrease in full time staff from 2 to 1. There was also a reduction in costs for heating and lighting of £4,555 and running the clubs programme by £4,458. Building maintenance costs increased to £16,754 from £12,189 in the previous year.

Restricted expenditure was £38,419 (2017: £29,995) but as it relates directly to grants received for specific purposes it does vary year to year based on the grant funded activities undertaken.

a. Going concern

After making appropriate enquiries, the Trustees have reasonable expectation that the charitable 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. Reserves policy

There are designated reserves of £104,000 (2017: £104,000). Restricted grant funds totalled £15,300 (2017: £24,355). Free reserves at the 31 March 2018 were £89,046 (2017: £83,129).

The Board of Trustees have nominally set aside £104,000 to cover running costs for 6 months, including any winding up or redundancy costs, to ensure that there are adequate funds in the event that the charity is unable to continue to operate due to insufficient income from charitable donations and grants.

c. Material investments policy

Under the Memorandum and Articles of Association, the Charity has the power to invest in any way the trustees wish.

SHREWSBURY HOUSE
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

Structure, governance and management

a. Constitution

The Charity is a company limited by guarantee governed by its Memorandum and Articles of Association dated 3 September 1996 as amended on 27 September 1996. It is registered as a charity with the Charity Commission

The Charity is constituted under a Memorandum of Association and is a registered charity number 1058694.

b. Method of appointment or election of Trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles of Association are known as the Board of Management (Directors). Under the requirements of the Memorandum and Articles of Association, the Trustees are eligible, as the Board of Management, to appoint additional trustees.

Under the requirements of the Memorandum and Articles of Association, the Trustees shall consist of six persons nominated by the Parochial Church Council of St Peter, Everton, six persons nominated by the Headmaster of Shrewsbury School and three persons nominated by the Bishop of Liverpool. All such appointments are for a three year term, which is renewable.

c. Organisational structure and decision making

The Board of Trustees administers the Charity. The Board meets six times a year, to receive reports on the Charity's operations, formulate future plans and direct the day to day running of the Charity. The staff are appointed by and accountable to the Board of Management.

The Board of Management remains strong with a good mix of skills and drawn from a helpful variety of backgrounds and professional experience. We are confident of recruiting replacements as and when Board members have to move on. Following our Governance health check in 2011, we have further revisited our arrangements, updated and added policies as required by the Liverpool Youth Services and worked our way through further recommendations agreed in consultation with Merseyside Youth Association. We have also updated all of our outdated CRB arrangements onto the new DBS system under our Safeguarding arrangements. We have a full log of relevant policies which are reviewed, added to and updated each year. We continue to work to an annual programme of topics guiding our agenda throughout the year.

The finance sub-committee has continued to meet bi-monthly and take a close view of financial activity and it is largely due to the work of this group that we have returned the accounts to a more acceptable result. We added a voluntary professional fundraiser to our ranks in 2014.

d. Risk management

The trustees have a risk management strategy, which comprises:

- closer monitoring of the financial position through the finance sub group, the setting of an annual budget and the presentation of monthly profiles of expenditure against budget;
- an annual review of the risks the Charity may face;
- the establishment of systems and procedures to manage those risks identified; and
- the implementation of procedures designed to minimise any potential impact on the charity should these risks materialise.

SHREWSBURY HOUSE
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

The trustees consider the main risks that the charity faces to be:

- further loss of local authority funding;
- loss of key funding in support of the team leader;
- inability to successfully raise funds from the grant- making sector;
- reduction in donations from the Salopian community;
- loss of key staff as a result of financial pressures; and
- any significant and unexpected deterioration in the building fabric.

Plans for future periods

a. Future developments

The Charity will continue to endeavour to provide its core activities by way of junior and senior club. At this time of severe financial constraint on all youth services and this organisation, the charity will do all in its powers to continue to raise further funds and also bear down further on costs.

Trustees' responsibilities statement

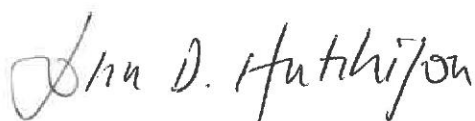
The Trustees (who are also directors of Shrewsbury House for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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.

This report was approved by the Trustees, on 30/11/18 and signed on their behalf by:



Mr J Hutchison, Chair

SHREWSBURY HOUSE
(A company limited by guarantee)

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

Independent Examiner's Report to the Trustees of Shrewsbury House (the 'Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2018.

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

Responsibilities and Basis of Report

As the Trustees of the Charity (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

I have completed my examination. I can confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Charity as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed: *Jane Tweedie*

Dated: *5 December 2018*

Jane Tweedie BSc FCA DChA

Whittingham Riddell LLP
Chartered Accountants

WR

SHREWSBURY HOUSE
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2018**

	Note	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
INCOME FROM:					
Donations and legacies	2	98,495	27,486	125,981	207,128
Charitable activities	3	25,056	2,551	27,607	23,051
Other trading activities	4	25,275	-	25,275	23,711
Investments	5	17	-	17	17
TOTAL INCOME		148,843	30,037	178,880	253,907
EXPENDITURE ON:					
Charitable activities		160,836	38,419	199,255	213,123
TOTAL EXPENDITURE		160,836	38,419	199,255	213,123
NET BEFORE TRANSFERS		(11,993)	(8,382)	(20,375)	40,784
Transfers between Funds	12	673	(673)	-	-
NET INCOME / (EXPENDITURE) BEFORE OTHER RECOGNISED GAINS AND LOSSES		(11,320)	(9,055)	(20,375)	40,784
NET MOVEMENT IN FUNDS		(11,320)	(9,055)	(20,375)	40,784
RECONCILIATION OF FUNDS:					
Total funds brought forward		241,102	24,355	265,457	224,673
TOTAL FUNDS CARRIED FORWARD		229,782	15,300	245,082	265,457

The notes on pages 11 to 24 form part of these financial statements.

SHREWSBURY HOUSE
(A company limited by guarantee)
REGISTERED NUMBER: 3245123

BALANCE SHEET
AS AT 31 MARCH 2018

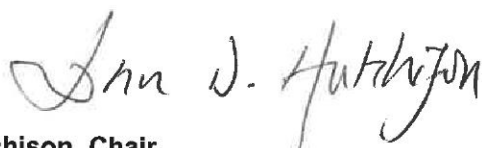
	Note	£	2018 £	£	2017 £
FIXED ASSETS					
Tangible assets	9		39,872		53,973
CURRENT ASSETS					
Debtors	10	18,058		14,017	
Cash at bank and in hand		194,571		203,162	
		<u>212,629</u>		<u>217,179</u>	
CREDITORS: amounts falling due within one year	11	(7,419)		(5,695)	
NET CURRENT ASSETS			<u>205,210</u>		<u>211,484</u>
NET ASSETS			<u>245,082</u>		<u>265,457</u>
CHARITY FUNDS					
Restricted funds	12		15,300		24,355
Unrestricted funds	12		229,782		241,102
TOTAL FUNDS			<u>245,082</u>		<u>265,457</u>

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

The Trustees consider that the Charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the Charity to obtain an audit for the year in question in accordance with section 476 of the Act.

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

The financial statements were approved and authorised for issue by the Trustees on 30/11/18 and signed on their behalf, by:



Mr J Hutchison, Chair

The notes on pages 11 to 24 form part of these financial statements.

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

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.

Shrewsbury House 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 charity is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

1.3 Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

SHREWSBURY HOUSE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. ACCOUNTING POLICIES (CONTINUED)

1.4 Income

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

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the charity 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 charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the supporters is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity 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.

Grants are credited to the Statement of Financial Activities in the year in which they are receivable.

Other income is recognised in the period in which it is receivable. This includes rental income from the letting of the charity's premises, where the rental income is recognised when the rental is due.

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

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.

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

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

Governance costs relate to the governance of the company itself, as opposed to the management of the charitable activities or fundraising and publicity, and are primarily associated with constitutional, statutory and legal requirements.

All expenditure is inclusive of irrecoverable VAT.

1.6 Tangible fixed assets and depreciation

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.

No value is reflected on the balance sheet relating to the charity's freehold premises in Everton, since the historical cost is deemed to be immaterial.

Other assets includes freehold property improvements which are capitalised and depreciated over their expected useful life.

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% Straight line
Computer equipment	-	33% Straight line
Other fixed assets	-	10% Straight line

SHREWSBURY HOUSE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. ACCOUNTING POLICIES (CONTINUED)

1.7 Interest receivable

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

1.8 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.

1.9 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.

1.10 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 charity 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.

1.11 Financial instruments

The charity 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.

1.12 Pensions

The charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charity to the fund in respect of the year.

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

1. ACCOUNTING POLICIES (CONTINUED)

1.13 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 charity 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.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Salopian account donations	16,945	-	16,945	18,130
Other donations	71,550	2,400	73,950	47,370
School sponsored walk	-	-	-	97,629
Funds for specific projects	-	7,085	7,085	10,100
Club leader grant	-	18,001	18,001	18,899
Your Edge	10,000	-	10,000	15,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total donations and legacies	98,495	27,486	125,981	207,128
	<hr/>	<hr/>	<hr/>	<hr/>
Total 2017	176,329	30,799	207,128	
	<hr/>	<hr/>	<hr/>	

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Club subscriptions	8,307	-	8,307	7,018
Club trip fees	525	-	525	175
Courses income	3,480	-	3,480	3,480
Minibus donations	-	-	-	40
Summer fair	1,072	-	1,072	622
Tuck shop income	728	-	728	17
Other income	727	-	727	988
Tax reclaimed	10,217	-	10,217	5,804
Malawi	-	185	185	2,107
Activity grants	-	2,366	2,366	1,800
Altrad NSG	-	-	-	1,000
	<u>25,056</u>	<u>2,551</u>	<u>27,607</u>	<u>23,051</u>
<i>Total 2017</i>	<u>18,144</u>	<u>4,907</u>	<u>23,051</u>	

4. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Hire of facilities	8,361	-	8,361	7,879
Flat and Hostel income	15,835	-	15,835	15,202
Fundraising	1,079	-	1,079	630
	<u>25,275</u>	<u>-</u>	<u>25,275</u>	<u>23,711</u>
<i>Total 2017</i>	<u>23,711</u>	<u>-</u>	<u>23,711</u>	

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

5. INVESTMENT INCOME

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Investment income	17	-	17	17
<i>Total 2017</i>	17	-	17	

6. EXPENDITURE ON CHARITABLE ACTIVITIES

	Activities undertaken directly £	Grant funding of activities £	Total 2018 £	Total 2017 £
Rent and rates	5,437	-	5,437	6,455
Insurance	4,774	-	4,774	4,620
Heat and light	6,866	-	6,866	11,421
Repairs and maintenance	16,754	-	16,754	12,189
Telephone	1,142	-	1,142	998
Cleaning	1,407	-	1,407	1,048
Governance costs	1,376	-	1,376	1,130
Club programme	6,276	-	6,276	10,734
Catering expenses	2,598	-	2,598	1,755
Minibus, motor and travel	962	-	962	848
Office expenses	4,226	-	4,226	5,156
Training & CRB	512	-	512	353
Tuck shop expenses	158	-	158	37
Summer fair expenses	873	-	873	567
Friends of Shrewsy expenses	959	-	959	710
Direct restricted funds expenditure (see note 12)	-	14,881	14,881	10,653
Wages and salaries	88,643	21,970	110,613	127,208
Pension cost	636	-	636	-
Depreciation	17,237	1,568	18,805	17,241
	160,836	38,419	199,255	213,123
<i>Total 2017</i>	183,129	29,995	213,124	

Included within governance costs is the Independent Examiners fee of £1,130 (2017: £666)

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

7. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2018 £	2017 £
Depreciation of tangible fixed assets:		
- owned by the charity	18,805	17,241

During the year, no Trustees received any remuneration (2017 - £NIL).

During the year, no Trustees received any benefits in kind (2017 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2017 - £NIL).

8. STAFF COSTS

Staff costs were as follows:

	2018 £	2017 £
Wages and salaries	110,613	127,208
Other pension costs	636	-
	111,249	127,208

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

	2018 No.	2017 No.
Junior and Senior Club	9	6
Building Support Staff	2	2
Hostel Caterer	1	1
Administration	1	1
	13	10

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

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

9. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Other fixed assets £	Total £
Cost				
At 1 April 2017	13,017	9,780	170,956	193,753
Additions	-	4,704	-	4,704
At 31 March 2018	13,017	14,484	170,956	198,457
Depreciation				
At 1 April 2017	13,017	9,551	117,212	139,780
Charge for the year	-	1,709	17,096	18,805
At 31 March 2018	13,017	11,260	134,308	158,585
Net book value				
At 31 March 2018	-	3,224	36,648	39,872
At 31 March 2017	-	229	53,744	53,973

10. DEBTORS

	2018 £	2017 £
Other debtors	15,231	11,847
Prepayments and accrued income	2,827	2,170
	18,058	14,017

11. CREDITORS: Amounts falling due within one year

	2018 £	2017 £
Other taxation and social security	1,182	1,887
Other creditors	132	1,124
Accruals and deferred income	6,105	2,684
	7,419	5,695

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

12. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 April 2017 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2018 £
Designated funds					
Designated Funds - all funds	104,000	-	-	-	104,000
General funds					
General Funds - all funds	137,102	148,843	(160,836)	673	125,782
Total Unrestricted funds	241,102	148,843	(160,836)	673	229,782
Restricted funds					
Activity Grants	2,983	2,366	(2,076)	-	3,273
Church Urban Fund	4,000	186	(1,568)	518	3,136
Computer Grant	430	-	(430)	-	-
Joseph Lappin Memorial Funds	4,956	-	(192)	-	4,764
Symphony LHT	153	-	(153)	-	-
Duchy of Lancaster	1,144	-	(1,144)	-	-
Environmental project	985	2,250	(170)	-	3,065
Causeway Exchange	-	556	(1,577)	1,021	-
Community Foundation	3,134	-	(846)	(2,288)	-
Symphony LHT Climbing Tuition	840	-	(840)	-	-
Anne Duchess of Westminster	1,500	200	(1,700)	-	-
Church of England Scripture Readers	-	2,400	(2,400)	-	-
Club Leader Salary Grant	-	18,001	(18,001)	-	-
Persimmon Homes	-	1,000	(1,000)	-	-
St Peter's Pensioners Outings	-	500	(430)	-	70
Know Your Neighbour Day	-	750	-	-	750
Club Catering for Children	-	350	(426)	76	-
Altrad NSG	4,230	1,293	(5,466)	-	57
Malawi	-	185	-	-	185
	24,355	30,037	(38,419)	(673)	15,300
Total of funds	265,457	178,880	(199,255)	-	245,082

Details of the various funds held by the charity are as follows:

Unrestricted funds

General fund - Any monies not included in any other fund.

Designated Fund - The Board of Trustees have nominally set aside monies to cover running costs for 6 months, including any winding up or redundancy costs, to ensure that there are adequate funds

SHREWSBURY HOUSE
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

12. STATEMENT OF FUNDS (continued)

in the event that the charity is unable to continue to operate due to insufficient income from charitable donations and grants.

Restricted funds

Activity Grants - Out of school holiday play scheme grants provided by the Integrated Play Partnership.

Church Urban Fund - A grant to provide IT equipment and additional support for young people in the area to help them find employment.

Club Leader Salary Grant - A specific donation to fund part of the Senior Youth workers salary, which is received via Shrewsbury School Foundation from an anonymous donor.

Joseph Lappin Memorial Fund - Grants and donations received to maintain the memorial garden and to purchase musical equipment.

Symphony, LHT - Grants provided for specific purposes, such as Summer activities, re-fit girls activity room.

Duchy of Lancaster Fund - A grant for the purchase of Cookery and Kitchen equipment.

Environmental projects - Tesco & Groundworks in store customer token scheme and North West Housing Services grants to for community environmental projects delivered by the youth club.

Causeway Exchange - Grant to deliver a tri lateral exchange programme with Belfast and Dublin for 12 young people.

Community Foundation - This is a grant for projects involving the Police and Young People.

Symphony LHT Climbing - A grant for outdoor activities for the young people such as climbing tuition.
Tuition

Anne Duchess of Westminster - A grant to provide catering for children in the youth club.

Church of England Scripture Readers - These are donations towards the cost of Youth Worker's salary.

Altrad NSG - A donation to provide support to young people in the area to help them find employment.

Malawi - Funds raised to enable a group of young people to travel to Malawi with pupils from Shrewsbury school to participate in a two week volunteering project run by Medic Malawi.

Persimmon Homes - Match funding for the Club Leader Salary Grant.

Know Your Neighbour Day - LCVS Big Get Together grant for community event in memory of MP Jo Cox

St Peter's Pensioners Outings - LCVS Skelton Bounty grant received for activities and outings to prevent social isolation of elderly people in the community.

Club Catering for Children - Regular donation from Sarah Mitchell to provide hot snacks for children in afterschool club.

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

12. STATEMENT OF FUNDS (continued)

STATEMENT OF FUNDS - PRIOR YEAR

	<i>Balance at 1 April 2016 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Balance at 31 March 2017 £</i>
Designated Funds - all funds	104,000	-	-	-	104,000
General funds					
General Funds - all funds	102,030	218,201	(183,129)	-	137,102
Restricted funds					
Activity Grants	2,673	1,800	(1,490)	-	2,983
Church Urban Fund	-	4,000	-	-	4,000
Computer Grant	1,109	-	(679)	-	430
Joseph Lappin Memorial Funds	5,026	-	(70)	-	4,956
Symphony LHT	153	-	-	-	153
Duchy of Lancaster	-	2,000	(856)	-	1,144
Environmental project	-	1,350	(365)	-	985
Causeway Exchange	1,249	-	(1,249)	-	-
Community Foundation	3,134	-	-	-	3,134
Symphony LHT Climbing Tuition	840	-	-	-	840
Anne Duchess of Westminster	-	1,500	-	-	1,500
Church of England Scripture Readers	-	1,800	(1,800)	-	-
Liverpool County FA	-	450	(450)	-	-
LHT Community Support	-	300	(300)	-	-
Leeds Building Society	331	-	(331)	-	-
Club leader salary grant	-	18,899	(18,899)	-	-
Altrad NSG	4,230	1,000	(1,000)	-	4,230
Malawi	(102)	2,607	(2,505)	-	-
	18,643	35,706	(29,994)	-	24,355
Total of funds	224,673	253,907	(213,123)	-	265,457

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 April 2017 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2018 £
Designated funds	104,000	-	-	-	104,000
General funds	137,102	148,843	(160,836)	673	125,782
	<u>241,102</u>	<u>148,843</u>	<u>(160,836)</u>	<u>673</u>	<u>229,782</u>
Restricted funds	24,355	30,037	(38,419)	(673)	15,300
	<u>265,457</u>	<u>178,880</u>	<u>(199,255)</u>	<u>-</u>	<u>245,082</u>

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 April 2016 £	Income £	Expenditure £	Balance at 31 March 2017 £
Designated funds	104,000	-	-	104,000
General funds	102,030	218,201	(183,129)	137,102
	<u>206,030</u>	<u>218,201</u>	<u>(183,129)</u>	<u>241,102</u>
Restricted funds	18,643	35,706	(29,994)	24,355
	<u>224,673</u>	<u>253,907</u>	<u>(213,123)</u>	<u>265,457</u>

SHREWSBURY HOUSE
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	36,736	3,136	39,872
Current assets	200,465	12,164	212,629
Creditors due within one year	(7,419)	-	(7,419)
	<u>229,782</u>	<u>15,300</u>	<u>245,082</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	<i>Unrestricted funds 2017 £</i>	<i>Restricted funds 2017 £</i>	<i>Total funds 2017 £</i>
Tangible fixed assets	53,973	-	53,973
Current assets	192,824	24,355	217,179
Creditors due within one year	(5,695)	-	(5,695)
	<u>241,102</u>	<u>24,355</u>	<u>265,457</u>

14. RELATED PARTY TRANSACTIONS

There were no related party transactions during the year.