

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

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2012
FOR
THE GLENDALE GATEWAY TRUST**

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

THURSDAY



A1FXEN74
A20 23/08/2012 #63
COMPANIES HOUSE

THE GLENDALE GATEWAY TRUST
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2012

	Page
Chair's Report	1 to 2
Report of the Trustees	3 to 7
Report of the Independent Auditors	8 to 9
Statement of Financial Activities	10
Balance Sheet	11
Notes to the Financial Statements	12 to 19
Detailed Statement of Financial Activities	20 to 21

THE GLENDALE GATEWAY TRUST
CHAIR'S REPORT
FOR THE YEAR ENDED 31ST MARCH 2012

In my first annual report, in 2008/09, I suggested that the economic climate we had entered demanded of the Trust vigilance, appraisal of what it does, a determination to maintain its momentum and to realise a balanced budget. To realise these ambitions the Trust embarked upon a vigorous programme of review of its staff structure, its management structure, its asset base, its resources and its business direction. The intention of this focussed programme of work was to revitalise the Trust's energies and ambition to realise new opportunities which would result from the changed economic and political climate into which the world had entered.

It was obvious to all that to reduce the public debt would be the overriding objective of the new Government elected to Parliament. It was equally clear that the brunt of this burden would be carried by the public sector. The Government has sought to reduce the size of government, both central and local. Like most development trusts the Glendale Gateway Trust, during the entire time of its existence, has benefited from a relatively generous public programme of project funding. This era is at an end.

My tenure as Chair during the past four years has seen a number of new partnerships forged with Northumberland County Council, with the Northumberland National Park Authority, with the Glendale Community Forum, with the Parishes of Glendale, with the Homes and Communities Agency and with the dominant local social landlord Berwick Borough Housing and its parent organisation Four Housing Group. To achieve the Trust's goals, and the Government's ambition to realise localism, we share a common set of values: the importance of partnership, the imperative of self-sufficiency and an awareness of and commitment to community aspirations.

The Trust's work with Northumberland County Council has realised a number of major initiatives. The Trust was the host of the Glendale Community Forum, a community based consultative body set up and funded by the County Council. The Trust also initiated the creation of a joint working group of senior officers of the County Council and the Trust to realise the long held ambition to safeguard the future of the library and tourist information centre in Wooler and to take on any additional services which the County might choose to devolve. These discussions have resulted in the relocation of the library service to the Cheviot Centre, the relocation of the Tourist Information Centre within the Cheviot Centre and the sharing of resources to service these activities, and the administration of the Trust, all in one ground floor space following a major refurbishment of the Cheviot Centre. This initiative has released a site for the development of two units of social housing and provided the opportunity to improve the facilities offered at the centre including additional office space.

In my report to you last July I mentioned that the Trust had refined its business structures to reflect and constantly review its priorities in this period of rapid change. The management of our business is delegated to three groups of Trustees addressing Policy, Governance and Resources, Asset Development, and Housing, all reporting to the Board of Trustees. All the groups include representatives from our partners.

My tenure as Chair of the Trust will be at an end at the Annual General Meeting in July this year. It is time for me to give an account of myself and the direction I have chosen to guide the Trust during these past four years. While the list is brief, the effort on behalf of the Trust by my fellow Trustees, the Trust Director and his colleagues, has been great in realising the necessary resources, in persuading the essential partners and in planning and implementing the initiatives that have resulted in this list of achievements.

- **The refurbishment of the ground floor of the Cheviot Centre** to accommodate the library and the Tourist Information Centre was completed in 2011 and the services transferred to their new locations. These services are now available daily during the summer months and Monday through to Saturday during the winter months. Our principal partner in this major initiative was Northumberland County Council.
- **The development of two units of social housing** has been realised in partnership with Northumberland County Council, in transferring the site of the old library to the Trust, and through grant funding from the Homes and Communities Agency. The Trust expects this new social housing to be available for tenancy in May, 2012. Most recently the Trust has been advised by the Homes and Communities Agency that it is likely to receive £50,000 from the Government's recent Community Land Trust initiative to develop two new units of social housing accommodation above the old Co-op building in the High Street.

THE GLENDALE GATEWAY TRUST
CHAIR'S REPORT
FOR THE YEAR ENDED 31ST MARCH 2012

- **The Trust** was host to the **Glendale Community Forum** until its demise in 2011, working in partnership with the Forum, the County Council, the National Park, local businesses, the Glendale Group of Parish Councils and Berwick Borough Housing, to realise its mandate to produce a community plan for Glendale. The Community Action Plan was published in 2011. It is the Trust's source of initiatives in the sectors of housing, the local economy, demographics, communications and transport. **The Trust** were the lead body for the Northumberland cycle hubs project which realised the Wooler cycle hub of eight cycle routes emanating from the town and which is now being replicated elsewhere in Britain and more recently the announcement of the £800,000 funding for the **Flodden 500** project was primed by The Glendale Gateway Trust in providing the resources in support of the initial application to Leader to establish the eco-museum and develop the next stages - these examples illustrate how the Trust is able to give a helping hand to organisations to enable them to realise their ambitions.
- **Tourism** is a significant economic driver in Glendale. The Trust has been at the centre of initiatives to improve the offer within Glendale. Initiatives have included the Market Town Welcome programme of investments in the High Street of Wooler by bringing vacant shops back in to use, through new shop signage and through the promotion of local shopping opportunity. The Trust is currently making a significant investment in the Wooler Youth Hostel, which it acquired from the Youth Hostel Association in 2005. The current investment will realise additional en-suite accommodation, a covered walkway between buildings and four additional units of accommodation in the guise of shepherd's huts, all of which will be completed in the spring of 2012.
- The last, but not least of my list of Trust achievements is perhaps the most significant for the wellbeing of the local economy. Working in partnership with Northumberland County Council the Trust will benefit from a Government initiative, the **Rural Growth Network**, it is in prospect of receiving grant funding to invest in the Cheviot Centre building to establish additional business units. The business centre will be designed to nurture and promote new businesses in Glendale.

All these initiatives demonstrate the high standing of the Trust, established over the past sixteen years, which has resulted in a rich asset base, a confidence in its ability to deliver which its partners relish and respect, and a focus on its core values in bringing benefit to the community it serves. These achievements are a reflection of the quality and dedication of the Trustees and Officers of the Trust. May I thank them for allowing me to work with them as their Chair during the past four years.

This report demonstrates the Trust's determination to fulfil its goals through partnership, to achieve self sufficiency through a balanced budget and to realise the aspirations of the people of Glendale. In achieving these goals the Trust will help to deliver better public services and help build the society to which we all aspire.

David Buckle, Chair, The Glendale Gateway Trust April, 2012

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2012

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, are pleased to present their report with the financial statements of the charity for the year ended 31st March 2012. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

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
Bank of Scotland, 27/29 Main Street Wishaw, ML2 7AF
Barclays Bank, Leicester, LE87 2BB
Halifax, 13 Market Place, Wooler, Northumberland

Trustees

Chairman: Mr D Buckle (Elected member)
Vice Chairman: Professor P Healey (Elected member)
Treasurer: Mrs B Rattcliff (Elected member)

Other Elected Trustees

Mr R. Miket
Mr R. Marriner
Mr F. Mansfield
Mrs A. Hilton - appointed 20 July 2011

Nominated Trustees:

Mr J R Kirkup (Country Landowners and Business Association)
Mr R. Tait (Wooler Parish Council) – resigned 30 May 2012
Mrs J Robertson (Wooler Parish Council) – appointed 30 May 2012
Mr J. Short (National Farmers Union)
Mr A. Murray (NCC)
Mr D. Girdwood (Wooler Retailers and Traders Association)
Mr D. Lockie (Glendale Group of Parish Councils - disbanded 1 Sept 2011)
Rev d Canon R B S Burston (Community Action Northumberland)

Company Secretary

Mr J R Kirkup (County Landowners and Business Association)

Employed Staff

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)

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2012

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document and Constitution

The Glendale Gateway Trust is a Charitable Company limited by guarantee 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 core organisations:

- 1 Northumberland County Council
- 2 Wooler Parish Council
- 3 Glendale Group of Parish Councils (disbanded 1 September 2011)
- 4 Community Action Northumberland
- 5 National Farmers' Union
- 6 Country Landowners and Business Association
- 7 Wooler Retailers' Association

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

Organisation

The management committee meets every three months and there is a Policy Governance & Resources sub group which meets monthly together with the employed staff of the trust.

There are also other sub-groups which cover specific activities including Housing and Asset Development. These groups meet every 2-3 months.

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 PGR 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

PURPOSES, PRIORITIES AND PRINCIPLES

Purposes

Glendale Gateway Trust was formed in 1996 and the articles of association set out the following:

To Promote, maintain, improve, encourage and advance the benefit of the inhabitants of Wooler and the surrounding area of Glendale and in particular:

- The advancement of education in the historical and architectural heritage of the area and in the natural environment
- To support people of limited means, particularly young people to access training
- To promote or provide facilities for public recreation
- To promote or provide affordable housing to those of limited means
- To develop and manage a multi-purpose community centre
- To promote and improve the infrastructure of the area particularly roads
- To promote and organise co-operation between public/private and voluntary sector organisations to further the aims and objectives of the Trust
- To provide Youth Hostel type accommodation particularly for those of limited means

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2012

Priorities

At the Board meeting in September 2011 the following priorities were set

- Develop and manage a Natural Burial project
- Install PV panels on our buildings
- Manage and develop our existing assets - Cheviot Centre/Youth Hostel/Town Centre
- Seek funding for development of the library site

Principles

Through the sub-group structure and full board discussions we have established the following principles

- 1 To reduce grant dependency
- 2 To maximise the use of our assets
- 3 To increase our affordable housing stock
- 4 To ensure any project has benefits for the wider Glendale
- 5 To expand our trading activity
- 6 To work closer with partners to safeguard and deliver services more effectively

ACHIEVEMENT AND PERFORMANCE

The financial year 2011-12 brought with it a great degree of uncertainty. The generous revenue grant support the Trust had received since inception had come to an end in March 2011. During the current year other grants and contracts also came to an end and valued project staff left the Trust.

These tail ends of grants and contracts, together with a reduction in core staff salaries and with the continuing income from our asset base, have enabled the Trust to break even in revenue terms during the year.

It is clear that the asset base and income stream which the Trust has established in recent years has proved essential in sustaining the trust over the course of the year and it is hoped will in future be the basis for its resilience and durability.

A restructuring of sub-groups also took place with work from the Market Town Welcome and Green Glendale groups being absorbed into housing and asset development.

During 2011-12 Key Projects were:

The extension of the Cheviot Centre enabling the accommodation of the new library.

The acquisition of the former library building and the start of its conversion to two affordable housing units.

A capital improvements scheme at Wooler Youth Hostel incorporating new en-suite rooms and new separate "pod" style accommodation.

Other developments over the course of the year saw two new arms length sub groups emerge.

Co-ordinate for Age (C4A) aiming to support the growing needs of elderly people in Glendale, and the Art Festival group aiming to highlight Wooler and Glendale as a venue for art work.

The Trust may have had a smaller team this year but the achievements have not diminished. The relocation of the library is hugely significant in that the library service is much improved with book lending up 20%, library membership up by over 50% and opening hours three times longer than previously. All this has been achieved because of a willingness to work in partnership at a time when local authority funding is being squeezed.

Glendale Gateway Trust achieved a first in successfully applying for funding from the Homes and Communities Agency affordable housing programme - the only community land trust in the country to do so. This may well lead to further housing developments in the coming year.

We are aware of the government's eagerness to promote growth in all areas including rural and we were party to a successful bid to establish enterprise hubs across rural Northumberland. We eagerly await further news and anticipate being at the forefront of developments here in Glendale.

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2012

FINANCIAL REVIEW

The Trust has been granted or donated over £200,000 during the year for three major capital projects
the extension to the Cheviot Centre to accommodate the library,
the conversion of the old library to two housing units and
additions to and improvements to the Youth Hostel

It is these grants which have created the surplus shown in our accounts. In unrestricted revenue terms the Trust roughly broke even.

Reserves Policy

The Trust views the main uncertainty in its future as the income of the Trust rather than its expenditure. Accordingly it has decided that it should set an unrestricted revenue reserves level which relates to our gross annual income. The Trust's budget for 2012/13 assumes gross income of

	£
Cheviot Centre	40,000
Town Centre	35,000
Youth Hostel	91,000
Other non recurring	<u>19,000</u>
Total	<u>185,000</u>

The budget for costs next year is £197,000 leaving a budgeted deficit of £12,000.

Although there is no mechanism for measuring how variable trust income might be, in the current economic circumstances we deem it prudent to allow a possibility of as much as a 25% reduction of income were the worst to happen. Were this to happen and were we unable to reverse the fall in income, we would wish to have time to modify the activities and expenditure of the Trust without any damaging haste. Accordingly the Trustees believe that our targeted unrestricted and undesignated revenue reserves should ideally continue to stand at £125,000.

Unrestricted Revenue Funds

Including designated funds the Trust's unrestricted revenue funds stand at over £250,000. Of these our latest intentions/designations are the following:

	£
Old Library Development (now underway)	50,000
Youth Hostel Development (£44,000 used last year)	55,000
Cheviot Centre continued development (£4,000 used last year)	16,000
General Repair Fund	3,126

There must be flexibility in the use of these funds as circumstances and opportunities alter with speed. During the year the opportunity to develop the Old Library into two dwellings arose and accordingly this affected our view of the Youth Hostel development and reduced the moneys allocated to this.

However the revised designations still leave the Trust with its unrestricted undesignated revenue funds slightly above its target of £125,000.

THE GLENDALE GATEWAY TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2012

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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's 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.

ON BEHALF OF THE BOARD

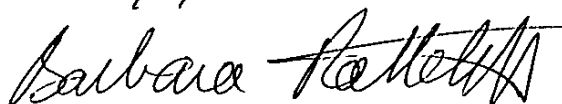
Declaration

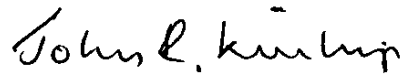
The Trustees declare that they have approved the trustees' report above.

Signed on behalf of the Charity's trustees


Barbara Rattcliff (Treasurer)

Date 29/6/12 29/6/12




John Roger Kirkup (Company Secretary)

Date 29th June 2012

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 2012 on pages ten to twenty. 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 trustee and auditors

As explained more fully in the Statement of Trustees' Responsibilities, 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. 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 2012 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.

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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Report of the Trustees

Other matter

We would emphasise to users of these financial statements the accounting convention adopted by the Trustees, as detailed in note 2 on page 12. Because the charity became registered as a Social Housing Provider during the year, the financial statements should have been prepared with regard to the accounting convention for Registered Social Housing Providers, as well as that for charities. The Trustees have stated that they intend to review this in future periods.



Jane Harvey 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 2/8/2012

THE GLENDALE GATEWAY TRUST
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31ST MARCH 2012

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	3	10,248	221,177	231,425	330,557
Investment income	4	1,152	638	1,790	318
Incoming resources from charitable activities					
Glendale Gateway Trust activities	5	<u>154,580</u>	<u>4,031</u>	<u>158,611</u>	<u>143,779</u>
Total incoming resources		165,980	225,846	391,826	474,654
RESOURCES EXPENDED					
Charitable activities					
Glendale Gateway Trust activities	6	156,652	69,302	225,954	402,279
Governance costs	7	<u>2,813</u>	<u>-</u>	<u>2,813</u>	<u>2,785</u>
Total resources expended		159,465	69,302	228,767	405,064
NET INCOME FOR THE YEAR before transfers					
		6,515	156,544	163,059	69,590
Gross transfers between funds	14	<u>(47,957)</u>	<u>47,957</u>	<u>-</u>	<u>-</u>
Net income/(expenditure) for the year		(41,442)	204,501	163,059	69,590
RECONCILIATION OF FUNDS					
Total funds brought forward		300,702	1,579,666	1,880,368	1,810,778
TOTAL FUNDS CARRIED FORWARD		<u>259,260</u>	<u>1,784,167</u>	<u>2,043,427</u>	<u>1,880,368</u>

No operations have been discontinued or acquired during the year, and the amounts above relate entirely to continuing operations

The society has no recognised gains or losses other than those included in the surpluses above and therefore no separate statement of total recognised gains and losses has been presented

There is no material difference between the retained surplus for the year on ordinary activities stated above and its historical cost equivalent

THE GLENDALE GATEWAY TRUST

**BALANCE SHEET
AT 31ST MARCH 2012**

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
FIXED ASSETS					
Tangible assets	11	299	1,636,267	1,636,566	1,403,941
CURRENT ASSETS					
Debtors amounts falling due within one year	12	74,467	-	74,467	104,668
Cash at bank and in hand		<u>218,244</u>	<u>177,152</u>	<u>395,396</u>	<u>384,585</u>
		292,711	177,152	469,863	489,253
CREDITORS					
Amounts falling due within one year	13	(33,751)	(29,251)	(63,002)	(12,826)
NET CURRENT ASSETS		<u>258,960</u>	<u>147,901</u>	<u>406,861</u>	<u>476,427</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>259,259</u>	<u>1,784,168</u>	<u>2,043,427</u>	<u>1,880,368</u>
NET ASSETS		<u>259,259</u>	<u>1,784,168</u>	<u>2,043,427</u>	<u>1,880,368</u>
FUNDS	14				
Unrestricted funds				259,259	300,702
Restricted funds				<u>1,784,168</u>	<u>1,579,666</u>
TOTAL FUNDS				<u>2,043,427</u>	<u>1,880,368</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 behalf by

29/06/2012
29/6/12

and were signed on its

David Buckle
David Buckle

David Buckle (Chair)

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2012

1. STATEMENT OF CHANGES IN RESOURCES APPLIED FOR FIXED ASSETS FOR CHARITY USE

	Unrestricted Funds 2012 £	Restricted Funds 2012 £	Total Funds 2012 £	Total Funds 2011 £
Net movement in funds for the year	(41,442)	204,501	163,059	69,590
Resources used for the acquisition of tangible fixed assets	(254)	(232,371)	(232,625)	(41,903)
Net movement in funds available for future activities	<u>(41,696)</u>	<u>(27,870)</u>	<u>(69,566)</u>	<u>27,687</u>

2. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

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 Accounting by Registered Social Housing Providers Update 2010 and the Accounting Requirements for Registered Social Landlords General Determination 2006.

During the year a grant of £70,000 was received to assist with the development of social housing units. This development was not complete at the Balance Sheet date. For this year, the Trustees have chosen to continue to prepare the financial statements using the accounting conventions applicable to charities and have therefore included this grant in incoming resources within the Statement of Financial Activities. Under the accounting conventions applicable to Registered Social Housing Providers this grant should be shown on the face of the Balance Sheet as a deduction from the cost of the housing properties, which would reduce net assets by the same amount.

Next year the accounting convention with respect to the reporting of social housing transactions will be reviewed, 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, the net assets would be reduced by a further £124,000 in addition to the above mentioned £70,000.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

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 resource.

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2012

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
Plant and machinery	- 15% on reducing balance

Taxation

The charity is exempt from corporation tax on its charitable activities

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

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2012**

3. VOLUNTARY INCOME

	2012	2011
	£	£
Donations	3,300	1,667
Gift aid	1,226	-
Northumberland National Park Authority	3,993	3,619
Northumberland County Council	80,000	16,585
RDPE Leader	41,441	27,375
RDPE MTW	-	100,363
Development Trust Association	-	4,440
Berwick Borough Housing Ltd	-	3,750
D Davidson	-	2,250
Davidson Fund at Community Foundation	-	3,750
Northumberland Strategic Partnership	-	120,655
ESC Lottery Fund	-	19,603
Federation of Northumberland Development Trusts	7,000	500
North Sunderland and Seahouses Development Trust	3,000	7,000
Sir James Knott Trust	-	7,000
Ford and Etal Estates	-	5,000
Lord Vinson Trust	-	1,000
Hadrian Trust	1,000	1,000
Jorcey Trust	-	3,000
William Webster Trust	-	2,000
Willan Trust	10,000	-
Garfield Weston Foundation	7,500	-
Handley Trust	1,000	-
The William Leech Charity	2,000	-
Homes and Community Agency	60,000	-
Sport England	8,560	-
Active Berwick	1,405	-
	<u>231,425</u>	<u>330,557</u>

4 INVESTMENT INCOME

	2012	2011
	£	£
Bank interest receivable	<u>1,790</u>	<u>318</u>

5 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	2012	2011
	£	£
Glendale Gateway Trust activities		
Rental income	46,473	42,309
Room hire	15,802	13,832
Youth hostel	74,141	73,204
Sale of goods or services	7,030	14,434
Reaction income	15,165	-
	<u>158,611</u>	<u>143,779</u>

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2012

6 CHARITABLE ACTIVITIES COSTS

	Direct costs	Totals
	£	£
Glendale Gateway Trust activities	<u>225,954</u>	<u>225,954</u>

7 GOVERNANCE COSTS

	2012	2011
	£	£
Accountancy	913	935
Auditors' remuneration	<u>1,900</u>	<u>1,850</u>
	<u>2,813</u>	<u>2,785</u>

8 NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	2012	2011
	£	£
Auditors' remuneration	1,900	1,850
Depreciation - owned assets	<u>40,818</u>	<u>36,265</u>

9 TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2012 nor for the year ended 31st March 2011

Trustees' Expenses

During the year, the Chairman was reimbursed mileage expenses of £729 (2011 £756) and one other trustee was reimbursed project costs of £16

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2012

10. STAFF COSTS

	2012 £	2011 £
Wages and salaries	119,967	152,784
Social security costs	<u>8,650</u>	<u>13,374</u>
	<u>128,617</u>	<u>166,158</u>

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

	2012	2011
Management	2	2
Administration	<u>4</u>	<u>6</u>
	<u>6</u>	<u>8</u>

Included within the above totals are salaries and costs of £17,697 that were capitalised during the year

In addition to salaries and social security, there were other employee costs of £1,539 (2011 £2,618)

No employee received emoluments of more than £60,000

11. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Totals £
COST			
At 1st April 2011	1,594,081	61,312	1,655,393
Additions	271,369	2,797	274,166
Disposals	<u>(723)</u>	<u>-</u>	<u>(723)</u>
At 31st March 2012	<u>1,864,727</u>	<u>64,109</u>	<u>1,928,836</u>
DEPRECIATION			
At 1st April 2011	214,010	37,442	251,452
Charge for year	<u>36,728</u>	<u>4,090</u>	<u>40,818</u>
At 31st March 2012	<u>250,738</u>	<u>41,532</u>	<u>292,270</u>
NET BOOK VALUE			
At 31st March 2012	<u>1,613,989</u>	<u>22,577</u>	<u>1,636,566</u>
At 31st March 2011	<u>1,380,071</u>	<u>23,870</u>	<u>1,403,941</u>

Freehold property includes the following:

- a) The Mechanics Institute Building
- b) The Town Centre Regeneration properties which consist of three flats, one house and two converted shops
- c) The Wooler Youth Hostel
- d) The Old Co-op Building at 31 High Street Wooler

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2012

11. TANGIBLE FIXED ASSETS - continued

e) The Cheviot Centre

f) The Old Library Building

As noted at "Note 2 Accounting Policies" the buildings are recorded at historic cost subject to 2% depreciation. No adjustments are made for valuations. There has been local interest this year in the value of the Mechanics Institute building. We are advised that its current value is about £70,000 but this is not a "Red Book Valuation".

12. DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Grant and other debtors	37,596	96,960
VAT	28,386	2,825
Prepayments	<u>8,485</u>	<u>4,883</u>
	<u>74,467</u>	<u>104,668</u>

13. CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012	2011
	£	£
Trade creditors	46,187	2,222
Other creditors	12,466	6,838
Accrued expenses	<u>4,349</u>	<u>3,766</u>
	<u>63,002</u>	<u>12,826</u>

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2012**

14 MOVEMENT IN FUNDS

	At 1/4/11 £	Net movement in funds £	Transfers between funds £	At 31/3/12 £
Unrestricted funds				
General fund	153,132	6,514	(24,513)	135,133
Youth Hostel Development designated fund	125,000	-	(70,000)	55,000
Cheviot Centre Redevelopment designated fund	20,000	-	(4,000)	16,000
Major Repairs designated fund	2,570	-	556	3,126
Old Library Development designated fund	-	-	50,000	50,000
	300,702	6,514	(47,957)	259,259
Restricted funds				
Cheviot Centre	439,714	(12,293)	60	427,481
Mechanics Institute	227	(6)	(6)	215
Town Centre Regeneration	416,549	(8,167)	-	408,382
Youth Hostel	295,722	31,499	44,135	371,356
Old Co-op Building	298,193	(6,396)	-	291,797
Robson Patterson Ancrum - Trust				
Endowment (Capital)	26,706	-	-	26,706
Foyer	24,070	(491)	(723)	22,856
Library Extension	19,000	19,625	4,270	42,895
Sensory Garden	4,316	926	-	5,242
Glendale Festival	14,568	407	-	14,975
Wooler Shop and Gateway Improvements	14,879	(1,795)	-	13,084
Cycle Hub Project	-	187	-	187
Robson Patterson Ancrum - Trust				
Endowment (Revenue)	766	683	-	1,449
Club Development Officer	5,754	(5,754)	-	-
Asset Transfer Assistance	4,440	-	-	4,440
Community Plan Grants	1,762	(905)	-	857
Hugonin Repairs	8,500	-	-	8,500
Hugonin Arts	4,500	-	-	4,500
Library Fitting Out	-	68,878	-	68,878
Old Library	-	68,906	-	68,906
Natural Burial	-	(73)	73	-
Art Festival	-	462	-	462
Exchange Visits	-	1,000	-	1,000
Cycle Sportiff	-	(148)	148	-
	1,579,666	156,545	47,957	1,784,168
TOTAL FUNDS	1,880,368	163,059	-	2,043,427

THE GLENDALE GATEWAY TRUST
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2012

14 MOVEMENT IN FUNDS – continued

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	165,979	(159,465)	6,514
Restricted funds			
Youth Hostel	41,637	(10,138)	31,499
Old Co-op Building	-	(6,396)	(6,396)
Foyer	-	(491)	(491)
Library Extension	20,500	(875)	19,625
Sensory Garden	1,000	(74)	926
Glendale Festival	5,068	(4,661)	407
Cycle Hub Project	239	(52)	187
Robson Patterson Ancrum - Trust Endowment (Revenue)	683	-	683
Club Development Officer	12,965	(18,719)	(5,754)
Community Plan Grants	-	(905)	(905)
Library Fitting Out	70,000	(1,122)	68,878
Old Library	70,000	(1,094)	68,906
Natural Burial	2,293	(2,366)	(73)
Art Festival	462	-	462
Exchange Visits	1,000	-	1,000
Cheviot Centre	-	(12,293)	(12,293)
Mechanics Institute	-	(6)	(6)
Town Centre Regeneration	-	(8,167)	(8,167)
Wooler Shop and Gateway Improvements	-	(1,795)	(1,795)
Cycle Sportiff	-	(148)	(148)
	<u>225,847</u>	<u>(69,302)</u>	<u>156,545</u>
TOTAL FUNDS	<u>391,826</u>	<u>(228,767)</u>	<u>163,059</u>

THE GLENDALE GATEWAY TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2012**

15 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets	Current assets	Current liabilities	Total 2012	Total 2011
	£	£	£	£	£
Unrestricted funds					
General fund	299	168,585	(33,751)	135,133	153,132
Designated funds					
Youth Hostel Development	-	55,000	-	55,000	125,000
Cheviot Centre Redevelopment	-	16,000	-	16,000	20,000
Major Repairs	-	3,126	-	3,126	2,570
Old Library Development	-	50,000	-	50,000	-
Total unrestricted funds	299	292,711	(33,751)	259,259	300,702
Restricted funds					
Cheviot Centre	427,481	-	-	427,481	439,714
Mechanics Institute	215	-	-	215	227
Town Centre Regeneration	344,064	64,318	-	408,382	416,549
Youth Hostel	365,606	5,750	-	371,356	295,722
Old Co-op Building	291,797	-	-	291,797	298,193
Robson Patterson Ancrum - Trust					
Endowment (Capital)	-	26,706	-	26,706	26,706
Foyer	22,856	-	-	22,856	24,070
Library Extension	42,895	-	-	42,895	19,000
Sensory Garden	3,552	1,690	-	5,242	4,316
Glendale Festival	-	14,975	-	14,975	14,568
Wooler Shop and Gateway Improvements	-	13,084	-	13,084	14,879
Cycle Hub Project	-	187	-	187	-
Robson Patterson Ancrum - Trust					
Endowment (Revenue)	-	1,449	-	1,449	766
Club Development Officer	-	-	-	-	5,754
Asset Transfer Assistance	-	4,440	-	4,440	4,440
Community Plan Grants	-	857	-	857	1,762
Hugonin Repairs	-	8,500	-	8,500	8,500
Hugonin Arts	-	4,500	-	4,500	4,500
Library Fitting Out	54,930	13,948	-	68,878	-
Old Library	82,871	15,286	(29,251)	68,906	-
Art Festival	-	462	-	462	-
Exchange Visits	-	1,000	-	1,000	-
Total restricted funds	1,636,267	177,152	(29,251)	1,784,168	1,579,666
Total funds	1,636,566	469,863	(63,002)	2,043,427	1,880,368

THE GLENDALE GATEWAY TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2012

	2012 £	2011 £
INCOMING RESOURCES		
Voluntary income		
Donations	3,300	1,667
Gift aid	1,226	-
Northumberland National Park Authority	3,993	3,619
Northumberland County Council	80,000	16,585
RDPE Leader	41,441	27,375
RDPE MTW	-	100,363
Development Trust Association	-	4,440
Berwick Borough Housing Ltd	-	3,750
D Davidson	-	2,250
Davidson Fund at Community Foundation	-	3,750
Northumberland Strategic Partnership	-	120,655
ESC Lottery Fund	-	19,603
Federation of Northumberland Development Trusts	7,000	500
North Sunderland and Seahouses Development Trust	3,000	7,000
Sir James Knott Trust	-	7,000
Ford and Etal Estates	-	5,000
Lord Vinson Trust	-	1,000
Hadrian Trust	1,000	1,000
Joicey Trust	-	3,000
William Webster Trust	-	2,000
Willan Trust	10,000	-
Garfield Weston Foundation	7,500	-
Handley Trust	1,000	-
The William Leech Charity	2,000	-
Homes and Community Agency	60,000	-
Sport England	8,560	-
Active Berwick	1,405	-
	231,425	330,557
Investment income		
Bank interest receivable	1,790	318
Incoming resources from charitable activities		
Rental income	46,473	42,309
Room hire	15,802	13,832
Youth hostel	74,141	73,204
Sale of goods or services	7,030	14,434
Reaction income	15,165	-
	158,611	143,779
Total incoming resources	391,826	474,654

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 2012

RESOURCES EXPENDED

	2012	2011
	£	£
Charitable activities		
Wages and salaries	107,002	152,784
Social security	8,650	13,374
Other employee costs	1,539	2,618
Capitalised amount of salaries and other employee costs	(17,697)	-
Salaries and costs related to the Club Development Officer post	12,965	-
Cheviot Centre	15,272	14,598
Youth hostel	32,697	34,204
Wooler Work Web	-	4,504
Coquetdale and Whittingham Vale Work Web	-	12,023
Community Plan	905	2,000
Residential properties	1,486	1,439
Town centre non residential property	1,142	2,233
Other costs including administration of all projects	10,405	11,224
Glendale Festival	4,661	8,181
Robson Patterson Ancrum - Trust Endowment (Revenue)	-	790
Cycle Hub Project	52	77,900
Green Glendale	-	1,000
Flodden 500	-	23,300
Club Development Officer	1,748	3,842
Natural Burial	2,366	-
Wooler Shop and Gateway Improvements	1,795	-
Cycle Sportiff	148	-
Depreciation Freehold property	36,727	31,882
Depreciation Plant and machinery	4,091	4,383
	225,954	402,279
Governance costs		
Accountancy	913	935
Auditors' remuneration	1,900	1,850
	2,813	2,785
Total resources expended	228,767	405,064
Net income	163,059	69,590

This page does not form part of the statutory financial statements