

Company registration number: 02621963

Charity registration number: 1008593

# Ucheldre Centre

(A company limited by share capital)

Annual Report and Financial Statements

for the Year Ended 31 March 2023

Aston Hughes & Co  
Chartered Accountants  
Selby Towers  
29 Princes Drive  
Colwyn Bay  
LL29 8PE

## Contents

Reference and Administrative Details	1
Strategic Report	2 to 4
Trustees' Report	5 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 to 21

## Reference and Administrative Details

<b>Trustees</b>	Mr A Darroch Mrs B Francis Ms S Moffat Mrs H Xi Dr D Roberts Sqn Ldr G Leeming Mr A L Roberts Ms K S Thomas Ms S A Williams Mr W R Williams
<b>Secretary</b>	Mr M B Gould
<b>Charity Registration Number</b>	1008593
<b>Company Registration Number</b>	02621963
<b>Registered Office</b>	The charity is incorporated in England & Wales. Millbank Holyhead LL65 1TE
<b>Independent Examiner</b>	Aston Hughes & Co Chartered Accountants Selby Towers 29 Princes Drive Colwyn Bay LL29 8PE

## Strategic Report for the Year Ended 31 March 2023

The trustees, who are directors for the purposes of company law, present their strategic report for the year ended 31 March 2023, in compliance with s414C of the Companies Act 2006.

### Achievements and performance

The provision of a top quality, and varied programme of performance events, theatrical and musical, exhibitions, films, classes, and other events, as well as being a venue for local societies and community activities, remained at the heart of Ucheldre's existence. The enhancements made during the last few years to its facilities continued to have a major impact in improving the quality and range of performances.

Last year, was our first full post-Pandemic year of being fully open, was not quite as strange as the previous two, and we are getting back to near normal visitor numbers. For instance, our attendances at exhibitions doubled on last year's.

Given staff shortages in the Kitchen, along with needing to close the Café in March 2024 for the building works, we have run the catering side very light. We will look to relaunch with new staff, and a revamped space in 2025. The run light does impact on numbers and income, of course, but hopefully the new offering on re-opening will boost Ucheldre's finances.

In summary during FY 22-23 Ucheldre facilitated:

- 27947 Visitors to Exhibitions
- 273 Sessions of workshops for children, involving 3802 attendances.
- 54 Sessions of regular painting 410 attendances.
- 23 Sessions of opera workshops with 77 attendances.
- 35 Professional performances.
- 21 Amateur performances.
- 126 Screenings of 82 film and satellite titles, 2177 attendances.
- 8 Exhibitions.
- 99 Sessions including Jazz Club, Repertory Company, and Literary Society involving 992 participants.
- 185 Sessions of Community use, involving 2559 participants.

Although, audiences remained cautious, we are getting back to something like a normal programme. As usual we programmed a huge range of plays, music from folk to rock though classical, films and screenings as well as many workshops and classes for children and adults. The mix of professional and amateur productions has recommenced. We held the eighth SeeMôr film festival in October 2022 with entries from worldwide.

We are particularly pleased with the Creu Heulwen/Creating Sunshine project which is really getting underway and engaging many children and adults alike in creative activities. As we have secured funding, we can offer the activities for free which offsets the financial pressures on parents. We will be looking to extend the scheme which currently runs until June 2024.

The gardens continue to thrive but sadly all the saplings we planted in lockdown were destroyed by vandals. We will have to try again and have included extensive re-planting in the Development's landscape proposals, but we will put strong fencing around. Ucheldre continues to play a very important role in the Anglesey Arts Forum with the Easter Open Studios finally restarting in 2022. Ucheldre remains a member of the Anglesey Attractions Association as an accredited Quality Visitor Attraction.

### Financial review

We were fortunate to be able to access COVID-19 Emergency Funding from the Arts Council of Wales (ACW) and Anglesey County Council (ACC) in addition to our usual annual revenue grants which was hugely beneficial in keeping us afloat when all our earned income ceased abruptly. We are extremely thankful to ACC and ACW for maintaining their grants. The Furlough Scheme was also a lifesaver with all the Staff being placed on furlough. During the period Ucheldre continued to support freelancers.

## **Strategic Report for the Year Ended 31 March 2023**

We have managed to improve our reserves, but this has been built up to pay for energy saving lighting, and a special project Creu Heulwen/Creating Sunshine. There was a small operating surplus of £1,677 this FY.

Ucheldre continues to research other avenues of funding, both for revenue and capital, although competition for all trust grants is becoming increasingly intense and difficult with many inundated with requests for cost-of-living support.

The good news of the year was that Ucheldre was successful in obtaining £4.038M for the newbuild as part of the Holyhead bid for UK Gov Levelling Up Funding. We were able to match fund this with £600K from ACW and £280.7K from Welsh Gov's Community Facilities Programme towards a capital cost of £4.89M.

Ucheldre has produced a revised Business Plan which shows that the enhanced facilities will greatly improve its long-term sustainability. The Holyhead wide investment aims to reverse the continuing depressed state of the Town by increasing the number of visitors and trying to offset the economic uncertainty, exacerbated with continuing effects of Brexit and the cancellation of Wylfa Newydd.

Ucheldre is keeping its expenditure under careful review. The core funding provided by ACC and ACW remains vital to Ucheldre; however, we already raise over 60% of our income from other sources. Ucheldre has applied to be retained as one of ACW's Arts Portfolio Wales venues for the next 2-3-year period commencing April 2024.

The Financial Statements comply with current statutory requirements, the Memorandum and Articles of Association and the Statement of Recommended Practice (SORP) - Accounting and Reporting by Charities.

### ***Policy on reserves***

The Trustees' aspiration to reserves equating to at least 3 months of the Charity's expenditure was last achieved in 2008, but is no longer regularly possible. Although our reserves have improved to £67,767 this will be dissipated in the coming year with expenditure on energy saving measures prompted by the huge increases in energy supplies, and special projects. The Trustees have long accepted £10K as a realistic historical average given the difficulty, despite various fund-raising initiatives, to support even its current activities. Ucheldre's Business Plan aspires to have more robust reserves.

### ***Investment policy and objectives***

Under the Memorandum and Articles of Association, the Charity has the power to make any investment which the Trustees see fit. In September 2017 the Trustees updated the Centre's Articles to bring its governance in line with current good practice, and appointed 9 new Trustees.

### ***Plans for future periods***

#### ***Aims and key objectives for future periods***

Ucheldre is 32 years old and needs the Development to make it fit for purpose for the next 32. It needs to revamp its facilities and relaunch activities to meet the latest highest standards of an arts centre and visitor attraction.

Ucheldre plans to provide its historically busy mixed programme of exhibitions, events, and activities during the coming year, but as ever aiming to both increase attendances, and widen the catchment of its audiences. As mentioned, our ACW's Connect and Flourish Scheme Creating Sunshine will continue with us working closely with our Partner, Menter Iaith Môn.

As part of the Development Stage Ucheldre will shortly be recruiting an additional member of staff to programme and plan events and activities in preparation for the Newbuild which will help with boost activity and attendances.

## Strategic Report for the Year Ended 31 March 2023

Ucheldre is also part of the Holy Island Heritage and Landscape, and Ports - Past and Present, projects. These aim to increase visitors to the area and promote and link attractions, including Ucheldre, thereby raising its profile. Ucheldre is to become a hub directing visitors to other hubs on different themes.

Whilst the previous significant improvements to Ucheldre's facilities had already seen an increase in attendances, the wider economic difficulties could mean that raising income from audiences will be increasingly difficult. However, despite the cancellation of Wylfa Newydd, there are still a few large potential projects on the Island that, if they came to fruition, could radically improve the local economy, and increase the workforce on Anglesey. The possible developments outlined above of a dance studio, workshop spaces and improved access and other facilities would greatly improve Ucheldre's offer to the public, and potentially increase its income and sustainability.

ACW continues to be extremely supportive, and we remain extremely thankful to ACC for its continuing support, without which we would not be able to provide the facilities we do. However, the arts sector was last out of lockdown restrictions and is very much in recovery mode still without the safety blanket of the emergency COVID support measures. Life remains difficult!

### *Development Plans*

The most satisfying part of the year has been to see the long planned, and wished for, expansion of Ucheldre move from dream to possibility! Extensive work has been undertaken with De Matos Ryan architects to push ahead with raising the necessary funds and gaining full listed building and planning consents. Invitations to Tender for the Repairs and Renewals and Construction have recently been posted to Sell2Wales with an intention to commence work in October 2023 and complete in March 2025.

As a reminder the project, Space for 21st Century Creative Well-being, is estimated to cost just under £5M, and will include a:

- Bespoke dance studio which can also be used as a 'mindfulness/well-being" studio space allowing for workshops and classes in more intimate and suitable surroundings than the Main Hall, which would be freed to hold more performances and screenings.
- Visual arts and crafts workshop space for practical workshop activity that focuses on children, schools, and adult activity groups, and leads onto an outdoor garden workspace.
- New main entrance with improved circulation (including opening-up the Ucheldre Kitchen) and providing better public toilets, and changing rooms, with enhanced disabled facilities, including a Changing Space, and disabled performers' friendly access platform to the stage.
- Revamped garden area including creation of a new patio, community garden and making a green space including a grassed roof to the new extension with beehives.
- New servery and relocation of the Ucheldre Kitchen.
- Revamped Reception, Box Office and Shop areas.
- New Green Room with improved back-stage facilities, and repairs to the existing building including the Main Hall's exterior wall to prevent water ingress, and repair of the damaged rendering.
- New sound system and screen for the cinema.
- Selection of energy saving measures including LED lighting, air source pump for underfloor heating, new boilers, and EV panels on the flat roof.

The strategic report was approved by the trustees of the charity on 20 October 2023 and signed on its behalf by:



Mr A L Roberts  
Trustee

## **Trustees' Report**

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2023.

### **Objectives and activities**

#### ***Public benefit***

The provision of a community arts centre open to all.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

### **Structure, governance and management**

#### ***Nature of governing document***

The company's governing documents are its Memorandum and Articles of Association.

### **Financial instruments**

#### ***Objectives and policies***

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The charity does not use derivative financial instruments.

#### ***Credit risk***

The charity's principal financial assets are bank balances and cash, trade and other receivables. The charity has no significant concentration of credit risk.

### **Statement of Trustees' Responsibilities**

## Trustees' Report

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

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 its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 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.

The annual report was approved by the trustees of the charity on 20 October 2023 and signed on its behalf by:



.....  
Mr A L Roberts  
Trustee

## **Independent Examiner's Report to the trustees of Ucheldre Centre ("the Company")**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

### **Responsibilities and basis of report**

As the charity's trustees of the Company (and also 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 Ucheldre Centre 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 your charity's accounts as 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.

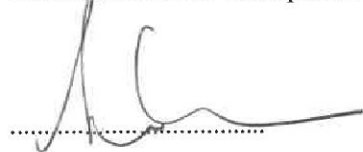
### **Independent examiner's statement**

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

I have completed my examination. I 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 Ucheldre Centre 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.



A D Erasmus BSc FCA

Aston Hughes & Co  
Chartered Accountants  
Institute of Chartered Accountants in England and Wales (ICAEW)

Selby Towers  
29 Princes Drive  
Colwyn Bay  
LL29 8PE

20 October 2023

**Statement of Financial Activities for the Year Ended 31 March 2023**  
**(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)**

	Note	Unrestricted £	Restricted £	Total 2023 £	Total 2022 £
<b>Income and Endowments from:</b>					
Donations and legacies	3	221,567	3,474	225,041	249,016
Charitable activities	4	84,443	-	84,443	71,334
Investment income	5	45	-	45	6
<b>Total Income</b>		<u>306,055</u>	<u>3,474</u>	<u>309,529</u>	<u>320,356</u>
<b>Expenditure on:</b>					
Charitable activities	6	<u>(287,739)</u>	<u>(20,113)</u>	<u>(307,852)</u>	<u>(319,144)</u>
<b>Total Expenditure</b>		<u>(287,739)</u>	<u>(20,113)</u>	<u>(307,852)</u>	<u>(319,144)</u>
Net income/(expenditure)		18,316	(16,639)	1,677	1,212
Transfers between funds		<u>(3,518)</u>	<u>3,518</u>	<u>-</u>	<u>-</u>
Net movement in funds		14,798	(13,121)	1,677	1,212
<b>Reconciliation of funds</b>					
Total funds brought forward		<u>43,533</u>	<u>22,555</u>	<u>66,088</u>	<u>64,876</u>
Total funds carried forward	18	<u>58,331</u>	<u>9,434</u>	<u>67,765</u>	<u>66,088</u>

All of the charity's activities derive from continuing operations during the above two periods.  
The funds breakdown for 2022 is shown in note 18.

**(Registration number: 02621963)**  
**Balance Sheet as at 31 March 2023**

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	12	29,435	42,556
<b>Current assets</b>			
Stocks	13	4,752	4,971
Debtors	14	33,119	38,948
Cash at bank and in hand	15	<u>72,075</u>	<u>68,668</u>
		109,946	112,587
<b>Creditors: Amounts falling due within one year</b>	16	<u>(71,616)</u>	<u>(89,055)</u>
<b>Net current assets</b>		<u>38,330</u>	<u>23,532</u>
<b>Net assets</b>		<u>67,765</u>	<u>66,088</u>
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		9,434	22,555
<b>Unrestricted income funds</b>			
Unrestricted funds		<u>58,331</u>	<u>43,533</u>
<b>Total funds</b>	18	<u>67,765</u>	<u>66,088</u>

For the financial year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 8 to 21 were approved by the trustees, and authorised for issue on 20 October 2023 and signed on their behalf by:



.....  
 Mr A L Roberts  
 Trustee

The notes on pages 10 to 21 form an integral part of these financial statements.

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 1 Charity status

The charity is limited by share capital, incorporated in England & Wales.

The address of its registered office is:

Millbank  
Holyhead  
LL65 1TE

These financial statements were authorised for issue by the trustees on 20 October 2023.

### 2 Accounting policies

#### Summary of significant accounting policies and key accounting estimates

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

#### Statement of compliance

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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

#### Basis of preparation

Ucheldre Centre 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 notes.

#### Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

#### Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

#### Income and endowments

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 the income receivable can be measured reliably.

#### Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

## Notes to the Financial Statements for the Year Ended 31 March 2023

### ***Grants receivable***

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

### ***Deferred income***

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

### **Government grants**

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

### **Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

### **Tangible fixed assets**

Individual fixed assets costing £10,000.00 or more are initially recorded at cost.

### **Depreciation and amortisation**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

## Notes to the Financial Statements for the Year Ended 31 March 2023

<b>Asset class</b>	<b>Depreciation method and rate</b>
Land & buildings	5% on cost
Furniture and equipment	25% reducing balance
Furniture and equipment - audio and visual equipment	33.33% straight line

### **Stock**

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

## Notes to the Financial Statements for the Year Ended 31 March 2023

### Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

### Fund structure

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

### Financial instruments

#### *Classification*

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

## **Notes to the Financial Statements for the Year Ended 31 March 2023**

### ***Recognition and measurement***

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

### ***Fair value measurement***

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Donations from individuals	47,532	-	47,532
Grants, including capital grants;			
Government grants	40,803	3,474	44,277
Grants from other charities	133,232	-	133,232
<b>Total for 2023</b>	<b>221,567</b>	<b>3,474</b>	<b>225,041</b>
<b>Total for 2022</b>	<b>180,435</b>	<b>68,581</b>	<b>249,016</b>

### 4 Income from charitable activities

	Unrestricted funds General £	Total funds £
Arts Centre	84,443	84,443
<b>Total for 2023</b>	<b>84,443</b>	<b>84,443</b>
<b>Total for 2022</b>	<b>71,334</b>	<b>71,334</b>

### 5 Investment income

	Unrestricted funds General £	Total funds £
Interest receivable and similar income;		
Interest receivable on bank deposits	45	45
<b>Total for 2023</b>	<b>45</b>	<b>45</b>
<b>Total for 2022</b>	<b>6</b>	<b>6</b>

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Arts Centre		161,398	20,113	181,511
Staff costs		125,316	-	125,316
Governance costs	7	<u>1,025</u>	<u>-</u>	<u>1,025</u>
<b>Total for 2023</b>		<u><u>287,739</u></u>	<u><u>20,113</u></u>	<u><u>307,852</u></u>
<b>Total for 2022</b>		<u><u>228,121</u></u>	<u><u>91,023</u></u>	<u><u>319,144</u></u>

In addition to the expenditure analysed above, there are also governance costs of £1,025 (2022 - £950) which relate directly to charitable activities. See note 7 for further details.

### 7 Analysis of governance and support costs

#### Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	<u>1,025</u>	<u>1,025</u>
<b>Total for 2023</b>	<u><u>1,025</u></u>	<u><u>1,025</u></u>
<b>Total for 2022</b>	<u><u>950</u></u>	<u><u>950</u></u>

### 8 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 9 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
<b>Staff costs during the year were:</b>		
Wages and salaries	124,128	107,725
Pension costs	<u>1,188</u>	<u>889</u>
	<u>125,316</u>	<u>108,614</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2023 No	2022 No
Admin and support	<u>13</u>	<u>13</u>

No employee received emoluments of more than £60,000 during the year.

### 10 Independent examiner's remuneration

	2023 £	2022 £
Examination of the financial statements	<u>1,025</u>	<u>950</u>

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 11 Taxation

The charity is a registered charity and is therefore exempt from taxation.

### 12 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
<b>Cost</b>			
At 1 April 2022	35,297	79,626	114,923
At 31 March 2023	35,297	79,626	114,923
<b>Depreciation</b>			
At 1 April 2022	15,297	57,070	72,367
Charge for the year	-	13,121	13,121
At 31 March 2023	15,297	70,191	85,488
<b>Net book value</b>			
At 31 March 2023	20,000	9,435	29,435
At 31 March 2022	20,000	22,556	42,556

### 13 Stock

	2023 £	2022 £
Stocks	4,752	4,971

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 14 Debtors

	2023	2022
	£	£
Trade debtors	3,740	2,190
Prepayments	985	633
VAT recoverable	21,456	29,123
Other debtors	6,938	7,002
	33,119	38,948

### 15 Cash and cash equivalents

	2023	2022
	£	£
Cash on hand	1,121	1,571
Cash at bank	70,954	67,097
	72,075	68,668

### 16 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	12,372	24,868
Other taxation and social security	1,481	1,722
Other creditors	3	-
Accruals	26,426	28,159
Deferred income	31,334	34,306
	71,616	89,055

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 17 Share capital

### 18 Funds

	<b>Balance at 1 April 2022 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Transfers £</b>	<b>Balance at 31 March 2023 £</b>
<b>Unrestricted funds</b>					
General	43,533	306,055	(287,739)	(3,518)	58,331
<b>Restricted funds</b>	<u>22,555</u>	<u>3,474</u>	<u>(20,113)</u>	<u>3,518</u>	<u>9,434</u>
<b>Total funds</b>	<u><u>66,088</u></u>	<u><u>309,529</u></u>	<u><u>(307,852)</u></u>	<u><u>-</u></u>	<u><u>67,765</u></u>
	<b>Balance at 1 April 2021 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Transfers £</b>	<b>Balance at 31 March 2022 £</b>
<b>Unrestricted funds</b>					
General	57,503	251,775	(228,121)	(37,624)	43,533
<b>Restricted funds</b>	<u>7,373</u>	<u>68,581</u>	<u>(91,023)</u>	<u>37,624</u>	<u>22,555</u>
<b>Total funds</b>	<u><u>64,876</u></u>	<u><u>320,356</u></u>	<u><u>(319,144)</u></u>	<u><u>-</u></u>	<u><u>66,088</u></u>

The specific purposes for which the funds are to be applied are as follows:

Restricted funds relate to the purchase of audio and visual equipment.

## Notes to the Financial Statements for the Year Ended 31 March 2023

### 19 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 March 2023 £
Tangible fixed assets	20,000	9,435	29,435
Current assets	109,946	-	109,946
Current liabilities	(71,616)	-	(71,616)
<b>Total net assets</b>	<b>58,330</b>	<b>9,435</b>	<b>67,765</b>

	Unrestricted funds General £	Restricted funds £	Total funds at 31 March 2022 £
Tangible fixed assets	20,000	22,556	42,556
Current assets	112,587	-	112,587
Current liabilities	(89,055)	-	(89,055)
<b>Total net assets</b>	<b>43,532</b>	<b>22,556</b>	<b>66,088</b>

### 20 Analysis of net funds

	At 1 April 2022 £	Financing cash flows £	At 31 March 2023 £
Cash at bank and in hand	68,668	(68,668)	-
Net debt	68,668	(68,668)	-

	At 1 April 2021 £	Financing cash flows £	At 31 March 2022 £
Cash at bank and in hand	51,402	(51,402)	-
Net debt	51,402	(51,402)	-

### 21 Related party transactions

During the year the charity made the following related party transactions:

#### **M Gould**

(M Gould is the secretary of the charity.)

During the period management fees totalling £33,000 were charged to the charity (2022: £27,000). At the balance sheet date the amount due to M Gould was £24,420 (2022 - £24,420).

