

REGISTERED COMPANY NUMBER: 02710441
REGISTERED CHARITY NUMBER: 1011108

MID BORDER COMMUNITY ARTS LTD.
Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2022

Mid Border Community Arts Ltd.

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for the Year Ended 31 March 2022**

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Mid Border Community Arts Ltd.

Report of the Trustees for the Year Ended 31 March 2022

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Constitution

The company is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 28 April 1992 and registered with the Charity Commission on 15 May 1992.

Policies and objectives

The principal objectives of the charity are to promote, maintain, improve and advance education by the encouragement of the arts, including the arts of drama, mime, dance, singing, music and the visual arts.

Method of appointment or election of trustees

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

Public benefit

In setting objectives and planning for activities, the trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

ACHIEVEMENT AND PERFORMANCE

Major activities and achievements

Mid Border Community Arts (MBA) was established as a limited company with charitable status in 1992 and has provided a varied programme of music, film and theatre since that time as well as offering a venue for a range of community activities and workshops.

2021 – 2022 was another year with a restricted arts programme due to Covid. However, after a number of false starts and cancelled events, in the autumn of 2021 MBA finally worked with The Sidney Nolan Trust to promote *Idyll* by Pentabus, outside at The Rodd; followed later by a concert with Truckstop Honeymoon in the Assembly Rooms. In the New Year a talk by Anna Fleming, who grew up in Presteigne, packed the venue. She was discussing her new book *In Time on Rock*. In February acclaimed guitarist Remi Harris and double bassist Tom Moore presented an evening of music, and in March Presteigne Pop Choir had a successful concert in the Church, which MBA helped to promote.

The funding, purchase and installation of a new lift for the Assembly Rooms was a major preoccupation for most of the year. A successful grant application in the autumn for £20,000 from the Postcode Community Trust, a grant-giving charity funded entirely by players of People's Postcode Lottery, made it possible to replace the access lift to the first floor venue. An appeal to supporters raised a further £13,500 including Gift Aid. This will now be used for arts activities, and as a buffer against increased running costs. Presteigne and Norton Town Council continue to offer much appreciated financial support.

Another major concern for the trustees was the renewal of the lease for the Assembly Rooms. MBA's 25 year lease of the building from Powys County Council came to an end in July 2021. Following protracted correspondence and delays, a new 25 year lease was finally signed at the end of March 2022.

Mid Border Arts is extremely grateful to the community for its continued support which has been so essential over recent difficult months. Generous individual donations and grants have enabled the organisation to meet its financial commitments and to provide a sound financial footing to face the year ahead.

FINANCIAL REVIEW

Total income for the year was £41,674 (2021: £29,915) of which £41,674 was unrestricted (2021: £29,915) and £Nil was restricted (2021: £Nil).

Total funds carried forward at the year end were £45,329 (2021: £24,468) of which £33,329 was unrestricted (2021: £24,468) and £12,000 were restricted (2021: £Nil).

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity 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.

Reserves policy

The trustees have reviewed the charity's requirements for reserves. This is completed on an annual basis. The general reserves are required for working capital purposes. The general reserves stood at £33,329 at 31 March 2022 (2021: £24,468). The trustees believe that this is sufficient to enable the charity to continue its activities. The trustees believe that this level of reserves will support any unforeseen reduction in the income by the charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity number
1011108

Registered office address
The Assembly Rooms
Broad Street
Presteigne
Powys
LD8 2AD

Trustees

A J Hatton – Chair
N Griffin
C Pitts
H C Rimington
C Watson
N J Passmore
M J Hardiman
J Stevens

The position of treasurer has been vacant for much of the year with the responsibilities shared by all trustees.

Independent examiner

Sian Kelly FCMA
Inform Accounting Limited
4 Emmanuel Court
Reddicroft
Sutton Coldfield
West Midlands
B73 6AZ

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland”.

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity 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 charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on

and signed on its behalf by:

A J Hatton - Chair

Independent Examiner's Report to the Trustees of Mid Border Community Arts Ltd.

We report on the accounts for the year ended 31 March 2022 set out on pages 5 to 11.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied ourselves that the charity is not subject to audit under company law and is eligible for independent examination, it is our responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to our attention.

Basis of the independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commission.

An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with our examination, no matter has come to our attention:

- (1) which gives us reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or
- (2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Sian Kelly FCMA
Inform Accounting Limited
4 Emmanuel Court
Reddicroft
Sutton Coldfield
West Midlands
B73 6AZ

Mid Border Community Arts Ltd.

Statement of Financial Activities
for the Year Ended 31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME FROM					
Donations and legacies	2	12,447	-	12,447	11,641
Incoming resources from charitable activities		26,002	-	26,002	17,374
Investment income		-	-	-	-
Other income		3,225	-	3,225	900
Total		41,674	-	41,674	29,915
EXPENDITURE ON					
Charitable activities					
Direct charitable expenditure	3	6,183	-	6,183	3,000
Donations		-	-	-	-
Other		14,630	-	14,630	13,289
Total		20,813	-	20,813	16,289
NET INCOME/(EXPENDITURE)		20,861	-	20,861	13,626
Transfers between funds		(12,000)	12,000	-	-
Net movement in funds		8,861	12,000	20,861	13,626
RECONCILIATION OF FUNDS					
Total funds brought forward		24,468	-	24,468	10,842
TOTAL FUNDS CARRIED FORWARD		33,329	12,000	45,329	24,468

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

Mid Border Community Arts Ltd.

**Balance Sheet
At 31 March 2022**

	Not es	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	6	18,822	-	18,822	344
CURRENT ASSETS					
Debtors	7	729	-	729	772
Cash at bank		<u>15,282</u>	<u>12,000</u>	<u>27,282</u>	<u>24,304</u>
		16,011	12,000	28,011	25,076
CREDITORS					
Amounts falling due within one year	8	(1,504)	-	(1,504)	(952)
NET CURRENT ASSETS		<u>14,507</u>	<u>12,000</u>	<u>26,507</u>	<u>24,124</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>33,329</u>	<u>12,000</u>	<u>45,329</u>	<u>24,468</u>
NET ASSETS		<u>33,329</u>	<u>12,000</u>	<u>45,329</u>	<u>24,468</u>
FUNDS	9				
Unrestricted funds:					
General fund				33,329	24,468
Restricted funds:					
None				6,000	-
Ernie Kay Trust				6,000	
TOTAL FUNDS				<u>45,329</u>	<u>24,468</u>

For the financial year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees 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 trustees acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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

A J Hatton - Trustee

N Griffin - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Statutory information

Mid Border Community Arts Ltd. is a charitable company limited by guarantee and is incorporated in the United Kingdom (England and Wales). The registered office address is The Assembly Rooms, Broad Street, Presteigne, Powys, LD8 2AD.

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Income

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

Expenditure

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.

Governance costs

These are the costs associated with the general running of the charity and its strategic management, rather than the costs of its charitable activities and day to day management.

Taxation

The charity is exempt from tax on its charitable activities.

Tangible fixed assets and depreciation

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

Furniture and equipment	33% reducing balance
Other tangible fixed asset	33% straight line
Machinery	20% straight line

Fund accounting

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 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.

Public benefit entity

The charity 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/note.

Going concern

Based on the monetary assets and human resources available at 31 March 2022, the trustees believe that the charity is a going concern.

VAT

Since the charity is not VAT registered, all input VAT is charged with the expenses to which it refers.

2. DONATIONS AND LEGACIES

	2022 £	2021 £
Donations and grants	<u>12,447</u>	<u>11,641</u>
	<u>12,447</u>	<u>11,641</u>

3. CHARITABLE ACTIVITIES COSTS

	2022 Funding of activities £	2021 Totals £
Direct charitable expenditure	6,183	3,000
Donations	-	-
Other	<u>14,630</u>	<u>13,289</u>
	<u>20,813</u>	<u>16,289</u>

4. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Other resources expended	<u>13,039</u>	<u>1,591</u>	<u>14,630</u>

Support costs, included in the above, are as follows:

	2022 Other resources expended £	2021 Total activities £
Administrator fees	3,000	3,375
Premises running costs	3,261	2,251
Repairs, renewals and maintenance	4,427	5,326
Computer running costs	317	-
Printing and stationery	319	48
Advertising and marketing	506	-
Subscriptions	358	468
Sundry expenses	189	84
Telephone	318	
Accountancy	997	1,003
Legal and professional fees	594	564
Depreciation	<u>344</u>	<u>170</u>
	<u>14,630</u>	<u>13,289</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

During the year ended 31 March 2022 there were no trustee expenses (2021: Nil).

6. TANGIBLE FIXED ASSETS

	Total £
COST OR VALUATION	
At 1 April 2021	25,286
Additions	<u>18,822</u>
At 31 March 2022	<u>40,178</u>
 DEPRECIATION	
At 1 April 2021	24,942
Provided during the year	<u>344</u>
At 31 March 2022	<u>25,286</u>
 NET BOOK VALUE	
At 31 March 2022	<u>18,822</u>
At 31 March 2021	<u>344</u>

7. DEBTORS

	2022 £	2021 £
Prepayments	629	772
Accrued income	<u>100</u>	<u>-</u>
	<u>729</u>	<u>772</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Accruals	<u>1,503</u>	<u>952</u>

9. MOVEMENT IN FUNDS

	At 1.04.21 £	Net movement in funds £	Transfers between funds £	At 31.03.22 £
Unrestricted funds				
General fund	24,468	20,861	(12,000)	33,329
Restricted funds				
None	-	-	6,000	6,000
Ernie Kay Trust			6,000	6,000
	<u>24,468</u>	<u>20,861</u>	<u>-</u>	<u>45,329</u>
TOTAL FUNDS				

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	29,674	(20,813)	-	8,861
Restricted funds				
None	12,000	-	-	12,000
	<u>41,674</u>	<u>(20,813)</u>	<u>-</u>	<u>20,861</u>
TOTAL FUNDS				

10. CONTINGENT LIABILITIES

As at 31 March 2022 there were no contingent liabilities (2021: Nil).

Mid Border Community Arts Ltd.

Detailed Statement of Financial Activities
for the Year Ended 31 March 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies	12,447	11,641
Incoming resources from charitable activities	26,002	17,374
Other income	<u>3,225</u>	<u>900</u>
Total incoming resources	41,674	29,915
EXPENDITURE		
Charitable activities		
Direct charitable expenditure	6,183	3,000
Raising funds		
Donations	-	-
Support costs		
Administrator fees	3,000	3,375
Rent	999	890
Insurance	892	893
Light, heat and power	1,016	440
Cleaning	354	28
Travelling expenses	-	-
Repairs, renewals and maintenance	4,427	5,326
Computer running costs	317	-
Printing and stationery	319	48
Advertising and marketing	506	-
Subscriptions	358	468
Sundry expenses	189	84
Depreciation	344	170
Telephone	<u>318</u>	<u>-</u>
	19,222	14,722
Governance costs		
Accountancy	997	1,003
Legal and professional fees	<u>594</u>	<u>564</u>
Total resources expended	20,813	16,289
	<u> </u>	<u> </u>
Net income/(expenditure)	<u>20,861</u>	<u>13,626</u>