

Charity registration number 507772

Company registration number 01371275 (England and Wales)

DANESIDE COMMUNITY THEATRE TRUST LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2023

DANESIDE COMMUNITY THEATRE TRUST LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mrs L F Lee Mrs C Garber Mr A N Bours Mr P M Drage Mrs A S Bradley Mrs V Dorgan Mr A J Millington
Secretary	Mrs L F Lee
Charity number	507772
Company number	01371275
Principal address	Daneside Theatre Trust Ltd Park Road Congleton Cheshire England CW12 1DP
Registered office	Daneside Theatre Trust Ltd Park Road Congleton Cheshire England CW12 1DP
Independent examiner	Amanda Grint, FCCA Hammond McNulty LLP Bank House Market Square Congleton Cheshire England CW12 1ET

DANESIDE COMMUNITY THEATRE TRUST LIMITED

CONTENTS

	Page
Trustees' report	1 - 3
Independent examiner's report	4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7 - 14

DANESIDE COMMUNITY THEATRE TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MAY 2023

The trustees present their annual report and financial statements for the year ended 31 May 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's deed of trust and memorandum of association, the Companies Act 2006 and "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 2019).

Objectives and activities

The charity's objective and its principal activity continues to be that of the promotion, maintenance, improvement and advancement of education in the Borough of Congleton by means of the provision of a theatre.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

DANESIDE COMMUNITY THEATRE TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

Achievements and performance

Significant activities and achievements against objectives

Each year we review the quality and range of the in-house facilities which we make available to our users.

This year the flooring in studio 1 was repaired and the flooring in Studio 2 has been replaced. The general upkeep of the Theatre and its facilities have been maintained.

In October 2022 energy prices rose significantly.

The gas contract with Total Energies was renewed on the 1st April 2023 until 31st March 2025 for 2 years (originally 3.9p/kWh to 17.81p/kWh, no standing charge).

The electric contract with British Gas was renewed on the 1st November 2022 until 31st October 2023 for 1 year (originally 15.24p/kWh standing charge 48.55p/day to 66.95p/kWh standing charge 57.26p/day).

The Theatre was eligible for the Government Energy Bill Relief Scheme which was a great help in reducing the bills from October to March 2023 however, in April 2023 although we were still eligible the discount has been reduced.

There has been an increase in the Theatre's Water rates and a lot of suppliers have put up their prices.

We are always reviewing costs and check for the best value for money option before placing an order.

Most expenditure comes out of income and this year the costs of these increases were met and, hopefully will be the case for the coming year.

This year we have been fortunate to receive the following donations:

Paul Birdsall	£50
In Memory of Jean Clarke	£340
The estate of Mrs S M Clarke	£110,000
Total	<u>£110,390</u>

The donations we have received have been invested in a bank or building society with a good rate of interest.

We are always looking for new and innovative ways in which the Theatre can be used for the benefit of the people of Congleton, and we will continue to offer productions staged by both amateur and professional groups.

The new cinema and projector are being well used. We can screen a variety of films that appeal to a wider audience, and this encourages different age groups to attend.

The Daneside Studios are now fully open and are being used by various groups in the local area.

A big thank you to everyone for using the bar on show nights, the income from the bar goes towards the upkeep of the Theatre and helps to keep the hire charges down.

The local societies, amateur groups and dance schools receive a lot of support from the people of Congleton for the excellent and wide variety of shows they stage.

The Theatre is grateful for the support they receive and would like to take this opportunity to wish everyone a successful season in 2023/24.

Financial review

The trust holds surplus capital on deposit with UK bank and building societies. It is not the Trust's policy to take investment risks any accumulated funds will be held in deposit accounts offering best terms.

On 31st May 2023, the charity held reserves of £855,775 of this £640,166 is held in fixed assets and £212,702 is held as cash in the bank.

DANESIDE COMMUNITY THEATRE TRUST LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

Reserves policy

The amount the Trust has determined should be the minimum held as reserve is £50,000. There should be sufficient funds available to ensure we have 24 months to cover our outgoings and to protect the Trust against unexpected high costs. This could be a business continuation issue due to flood or fire, or an urgent repair bill for any part of the building or the building infrastructure.

Structure, governance and management

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The trust was incorporated on 31 May 1978, and registered as a charity on 14th July 1978. The company was established under Memorandum of association which established the objects and powers of the charitable company.

The liability of full members of the society is an understanding to contribute to the assets of the Trust in the event of it being wound up while a member, or within one year after ceasing to be a member, a sum not exceeding one pound.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mrs L F Lee

Mrs C Garber

Mr A N Bours

Mr P M Drage

Mrs A S Bradley

Mrs V Dorgan

Mr A J Millington

Recruitment and appointment of trustees

New Trustees are appointed from theatre groups, friends of the theatre and members. The Trustees retire by rotation, any Trustee offering themselves up for re-election, or a new person wishing to become a Trustee are voted onto the Trust at the AGM by the members of the Company.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The trustees' report was approved by the Board of Trustees.

Mr A J Millington

Trustee

29 February 2024

DANESIDE COMMUNITY THEATRE TRUST LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF DANESIDE COMMUNITY THEATRE TRUST LIMITED

I report to the trustees on my examination of the financial statements of Daneside Community Theatre Trust Limited (the charity) for the year ended 31 May 2023.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Amanda Grint, FCCA

Hammond McNulty LLP
Bank House
Market Square
Congleton
Cheshire
CW12 1ET
England

Dated: 29 February 2024

DANESIDE COMMUNITY THEATRE TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MAY 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Donations and legacies	3	110,391	25,201
Charitable activities	4	67,241	46,303
Other trading activities	5	38,334	13,660
Investments	6	1,000	73
		<hr/>	<hr/>
Total income		216,966	85,237
		<hr/>	<hr/>
Expenditure on:			
Raising funds	7	15,243	3,534
Charitable activities	8	86,499	58,871
Other expenditure	12	589	124
		<hr/>	<hr/>
Total expenditure		102,331	62,529
		<hr/>	<hr/>
Net income and movement in funds		114,635	22,708
		<hr/>	<hr/>
Reconciliation of funds:			
Fund balances at 1 June 2022		741,140	718,432
		<hr/>	<hr/>
Fund balances at 31 May 2023		855,775	741,140
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

DANESIDE COMMUNITY THEATRE TRUST LIMITED

BALANCE SHEET

AS AT 31 MAY 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	14		640,166		645,467
Current assets					
Stocks	15	3,505		3,336	
Debtors	16	6,833		7,421	
Cash at bank and in hand		212,702		86,862	
		<u>223,040</u>		<u>97,619</u>	
Creditors: amounts falling due within one year	17	<u>7,431</u>		<u>1,946</u>	
Net current assets			215,609		95,673
Total assets less current liabilities			<u>855,775</u>		<u>741,140</u>
The funds of the charity					
Unrestricted funds			<u>855,775</u>		<u>741,140</u>
			<u>855,775</u>		<u>741,140</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 May 2023.

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

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 29 February 2024

Mr A J Millington
Trustee

Company registration number 01371275 (England and Wales)

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2023

1 Accounting policies

Charity information

Daneside Community Theatre Trust Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Daneside Theatre Trust Ltd, Park Road, Congleton, Cheshire, CW12 1DP, England.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's deed of trust and memorandum of association, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	not depreciated
Fixtures and fittings	10% reducing balance
Computers	33% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

1 Accounting policies

(Continued)

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

3 Income from donations and legacies

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Donations and gifts	391	166
Legacies receivable	110,000	20,368
Grants	-	4,667
	<u>110,391</u>	<u>25,201</u>
Grants receivable for core activities		
Cheshire East Council	-	4,667
	<u>-</u>	<u>4,667</u>

4 Income from charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Charitable activities and projects		
Theatre hire	67,241	46,303
	<u>67,241</u>	<u>46,303</u>

5 Income from other trading activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Bar takings	38,334	13,660
	<u>38,334</u>	<u>13,660</u>

6 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Interest receivable	1,000	73
	<u>1,000</u>	<u>73</u>

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

7 Expenditure on raising funds

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Trading costs		
Bar purchases	15,243	3,534
	<u> </u>	<u> </u>

8 Expenditure on charitable activities

	Theatre provision 2023 £	Theatre provision 2022 £
Direct costs		
Depreciation and impairment	5,302	5,926
Theatre hire costs	11,693	14,752
Rates and water	4,714	3,765
Insurance	7,937	7,063
Light and heat	11,485	6,170
Telephone	685	755
Advertising	1,095	1,108
Cleaning	19,014	11,860
Repairs and renewals	21,734	6,204
Computer, post and stationery	2,080	593
	<u> </u>	<u> </u>
	85,739	58,196
Share of support and governance costs (see note 9)		
Governance	760	675
	<u> </u>	<u> </u>
	86,499	58,871
	<u> </u>	<u> </u>
Analysis by fund		
Unrestricted funds	86,499	58,871
	<u> </u>	<u> </u>

9 Support costs allocated to activities

	2023 £	2022 £
Governance costs	760	675
	<u> </u>	<u> </u>
Analysed between:		
Theatre provision	760	675
	<u> </u>	<u> </u>

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

9 Support costs allocated to activities (Continued)

	2023	2022
	£	£
Governance costs comprise:		
Audit fees	690	640
Legal and professional	70	35
	<u>760</u>	<u>675</u>

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number of employees during the year was:

	2023	2022
	Number	Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

12 Other expenditure

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Financing costs	589	124
	<u>589</u>	<u>124</u>

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

14 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Total
	£	£	£	£
Cost				
At 1 June 2022	624,666	176,475	423	801,564
At 31 May 2023	624,666	176,475	423	801,564
Depreciation and impairment				
At 1 June 2022	31,564	124,393	140	156,097
Depreciation charged in the year	-	5,208	93	5,301
At 31 May 2023	31,564	129,601	233	161,398
Carrying amount				
At 31 May 2023	593,102	46,874	190	640,166
At 31 May 2022	593,102	52,082	283	645,467

15 Stocks

	2023	2022
	£	£
Finished goods and goods for resale	3,505	3,336

16 Debtors

	2023	2022
	£	£
Amounts falling due within one year:		
Trade debtors	3,209	3,986
Prepayments and accrued income	3,624	3,435
	6,833	7,421

17 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	4,901	831
Accruals and deferred income	2,530	1,115
	7,431	1,946

DANESIDE COMMUNITY THEATRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2023

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 June 2022	Incoming resources	Resources At 31 May 2023	
	£	£	£	£
General funds	741,140	216,966	(102,331)	855,775
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 1 June 2021	Incoming resources	Resources At 31 May 2022	
	£	£	£	£
General funds	718,432	85,237	(62,529)	741,140
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

19 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).