

# Ulster Federation of Credit Unions

Company Limited by Guarantee

## Statement of Financial Activities (including income and expenditure account)

Year ended 30 September 2023

		2023		2022
	Note	Unrestricted funds £	Total funds £	Total funds £
<b>Income and endowments</b>				
Charitable activities	5	106,977	106,977	110,171
<b>Total income</b>		<u>106,977</u>	<u>106,977</u>	<u>110,171</u>
<b>Expenditure</b>				
Expenditure on charitable activities	6,7	110,040	110,040	100,352
<b>Total expenditure</b>		<u>110,040</u>	<u>110,040</u>	<u>100,352</u>
<b>Net (expenditure)/income and net movement in funds</b>		<u>(3,063)</u>	<u>(3,063)</u>	<u>9,819</u>
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>61,967</u>	<u>61,967</u>	<u>52,148</u>
<b>Total funds carried forward</b>		<u>58,904</u>	<u>58,904</u>	<u>61,967</u>

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

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Statement of Financial Position

30 September 2023

	Note	2023 £	2022 £
<b>Fixed assets</b>			
Tangible fixed assets	12	135,244	139,866
<b>Current assets</b>			
Debtors	13	51,702	51,487
Cash at bank and in hand		146,725	145,218
		198,427	196,705
<b>Creditors: amounts falling due within one year</b>	14	274,767	274,604
<b>Net current liabilities</b>		76,340	77,899
<b>Total assets less current liabilities</b>		58,904	61,967
<b>Net assets</b>		58,904	61,967
<b>Funds of the charity</b>			
Unrestricted funds		58,904	61,967
<b>Total charity funds</b>	15	58,904	61,967

For the year ending 30 September 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 company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 27 April 2024, and are signed on behalf of the board by:



Mr W McKeown  
Trustee

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Notes to the Financial Statements

#### Year ended 30 September 2023

##### 1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Northern Ireland and a registered charity in Northern Ireland. The address of the registered office is Credit Union House, 218-220 Kingsway House, Dunmurry, Belfast, Antrim, BT17 9AE.

##### 2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

##### 3. Accounting policies

###### Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

###### Going concern

There are no material uncertainties about the charity's ability to continue.

###### Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102.

(a) No cash flow statement has been presented for the charity.

###### Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

###### Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 30 September 2023

#### 3. Accounting policies *(continued)*

##### Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

##### Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

##### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 30 September 2023

#### 3. Accounting policies *(continued)*

##### Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% straight line
Fixtures and fittings	-	20% straight line
Equipment	-	33% straight line

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

##### Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 30 September 2023

#### 3. Accounting policies *(continued)*

##### Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### 4. Limited by guarantee

The members of the charity have a limit of guarantee of £1.

#### 5. Charitable activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Affiliation fees	97,116	97,116	100,506	100,506
Rent received	4,000	4,000	4,000	4,000
Insurance commission	4,000	4,000	4,000	4,000
Stationery income	361	361	165	165
Loan interest	1,500	1,500	1,500	1,500
	<u>106,977</u>	<u>106,977</u>	<u>110,171</u>	<u>110,171</u>

#### 6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Charitable activities	<u>110,040</u>	<u>110,040</u>	<u>100,352</u>	<u>100,352</u>

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 30 September 2023

#### 7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Total funds 2023	Total fund 2022
	£	£	£
Charitable activities	110,040	110,040	100,352

#### 8. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	4,622	5,181

#### 9. Independent examination fees

	2023	2022
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	1,416	1,290

#### 10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	67,670	65,142

The average head count of employees during the year was 2 (2022: 2). The average number of full-time equivalent employees during the year is analysed as follows:

	2023	2022
	No.	No.
Number of administrative staff	2	2

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

#### 11. Trustee remuneration and expenses

No trustee received remuneration from the charitable company during the year (2018: Nil).

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 30 September 2023

#### 12. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Equipment £	Total £
<b>Cost</b>				
At 1 October 2022 and 30 September 2023	<u>175,000</u>	<u>10,529</u>	<u>7,687</u>	<u>193,216</u>
<b>Depreciation</b>				
At 1 October 2022	38,500	8,753	6,097	53,350
Charge for the year	<u>3,500</u>	<u>592</u>	<u>530</u>	<u>4,622</u>
At 30 September 2023	<u>42,000</u>	<u>9,345</u>	<u>6,627</u>	<u>57,972</u>
<b>Carrying amount</b>				
At 30 September 2023	<u>133,000</u>	<u>1,184</u>	<u>1,060</u>	<u>135,244</u>
At 30 September 2022	<u>136,500</u>	<u>1,776</u>	<u>1,590</u>	<u>139,866</u>

#### 13. Debtors

	2023 £	2022 £
Amounts owed by undertakings in which the charity has a participating interest	20	–
Prepayments and accrued income	1,682	1,487
Other debtors	<u>50,000</u>	<u>50,000</u>
	<u>51,702</u>	<u>51,487</u>

#### 14. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	1,500	1,427
Other creditors	<u>273,267</u>	<u>273,177</u>
	<u>274,767</u>	<u>274,604</u>

# Ulster Federation of Credit Unions

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 30 September 2023

#### 15. Analysis of charitable funds

##### Unrestricted funds

	At 1 October 2022	Income £	Expenditure £	At 30 September 2023 £
General funds	61,967	106,977	(110,040)	58,904

	At 1 October 2021	Income £	Expenditure £	At 30 September 2022 £
General funds	52,148	110,171	(100,352)	61,967

#### 16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	135,244	135,244
Current assets	198,427	198,427
Creditors less than 1 year	(101,847)	(101,847)
Creditors greater than 1 year	(172,920)	(172,920)
<b>Net assets</b>	<u>58,904</u>	<u>58,904</u>

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	139,866	139,866
Current assets	196,705	196,705
Creditors less than 1 year	(101,684)	(101,684)
Creditors greater than 1 year	(172,920)	(172,920)
<b>Net assets</b>	<u>61,967</u>	<u>61,967</u>