

CTS Ltd

Statement of Financial Activities (including an income and expenditure account) For the Year Ended 31 March 2023

	Notes	Restricted funds £	Unrestricted Funds £	2023 Total £	2022 Total £
Incoming Resources					
Incoming Resources from Generating Funds;					
Voluntary Income	2	-	45,190	45,190	209,179
Activities for Generating funds	3	-	577,737	577,737	515,090
Other Incoming Resources	4	-	10,750	10,750	38,131
Children In Need		23,631	-	23,631	43,903
Total Incoming Resources		23,631	633,677	657,308	806,303
Resources Expended					
Purchases		-	7,625	7,625	539
Staff Costs & Trainee Allowances	6	29,547	267,764	297,311	329,377
Tutor & Programme Costs	8	-	151,782	151,782	110,820
Establishment Costs		-	34,273	34,273	31,332
Motor and Travelling Expenses		-	3,480	3,480	7,104
Legal and Professional Fees		-	1,435	1,435	495
Telephone & Subscriptions		-	6,426	6,426	4,853
Other Office Expenses		-	17,499	17,499	16,316
Depreciation and Impairment		-	9,228	9,228	10,855
CSR Cards		-	26,186	26,186	36,695
Bank Charges		-	1,728	1,728	1,660
Advertising		-	3,139	3,139	5,009
Audit		-	3,240	3,240	3,240
Total Resources Expended		29,547	533,805	563,352	558,295
Net incoming/(outgoing) resources for the year/Net income/(expense) for the year		(5,916)	99,872	93,956	248,008
Total Funds Brought Forward		22,655	932,696	955,351	707,342
Total Funds Carried Forward		16,739	1,032,568	1,049,307	955,350

The statement of financial activities includes all gains and losses in the year and therefore a separate statement of total recognised gains and losses has not been prepared.

All of the above amounts are classed as continuing activities.

The notes on pages 13 to 20 form an integral part of the financial statements.

CTS Ltd
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2023

		2023		2022	
		£	£	£	£
Non-Current Assets					
Plant, Property & Equipment	10		2,836		12,064
Current Assets					
Receivables	11	118,572		84,833	
Cash and Cash Equivalents		969,880		893,374	
		1,088,452		978,207	
Payables					
Amounts falling due within one year	12	41,930		34,869	
Net Current Assets			1,046,522		943,338
Net Assets			1,049,358		955,402
Represented by:					
Ordinary Share Capital			52		52
Unrestricted Funds			1,032,567		932,695
Restricted Funds			16,739		22,655
			1,049,358		955,402

The financial statements were approved by the Board on 27 June 2023 and signed on their behalf by:

Sam Walker
Secretary

Leo Quinn
Chairman

CTS Ltd

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting Policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the charitable entities financial statements.

1.1 Basis of accounting

The Charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared on a going concern basis under the historical cost convention and 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) and the Companies Act 2006.

1.2 Cash Flow Statement

The charitable entity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS 102 Section 1A.

1.3 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

1.4 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred.

CTS Ltd

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

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.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

1.5 Fund Accounting

The charitable entity has two types of funds for which it is responsible at the year-end:

Unrestricted Funds – Funds which are expendable at the discretion of the Trustees in furtherance of the objectives of the charitable entity. In addition, funds may be held in order to finance capital investment and working capital.

Designated Funds – Monies which has been set aside to cover costs for 9 months in the event of a significant and unforeseen future reduction in funding.

Designated Funds total 75% of the current year's expenditure as follows:

Designated Funds	£
Purchases	5,719
Staff Costs & Trainee Allowances	200,823
Tutor & Programme Costs	113,836
Establishment costs	25,705
Motor and travelling expenses	2,610
Legal and professional fees	1,076
Telephone & Subscriptions	4,820
Other office expenses	13,124
Depreciation and impairment	6,921
CSR Cards	19,640
Bank Charges	1,296
Advertising	2,354
Audit	2,430
Total Designated Funds	<u>400,354</u>

CTS Ltd

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.6 Property, Plant and Equipment and Depreciation

Plant, Property and Equipment is stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Leasehold Improvements	- Straight line over lease
Fixtures, fittings and equipment	- 25% Straight line

1.7 Defined contribution pension schemes

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised in finance costs in profit or loss in the period in which it arises.

1.8 Trade and Other Receivables

Trade and other receivables are initially recorded at fair value and thereafter stated at cost less impairment losses for bad and doubtful debts.

1.9 Trade and Other payables

Trade and other payables are initially recognised at fair value and thereafter stated at cost.

1.10 Taxation

No current or deferred taxation arises as the company has been granted charitable exemption. Irrecoverable valued added tax is expensed as incurred.

1.11 Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that effect the amounts reported. Management believed that the estimates, assumptions and judgements upon which it relies are reasonable based on the information available at the time that those estimates, assumptions and judgements are made. 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.

2. Voluntary Income

	Unrestricted funds £	2023 Total £	2022 Total £
Training for Success	56,906	56,906	209,179
	<u>56,906</u>	<u>56,906</u>	<u>209,179</u>

CTS Ltd
NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. Activities for generating funds

	Unrestricted Funds	2023 Total	2022 Total
	£	£	£
VEP	103,066	103,066	17,000
IEP	31,500	31,500	20,160
Coalisland Neighbourhood	8,618	8,618	42,790
CSR Courses	60,732	60,732	80,788
Other Workplace Courses	222,396	222,396	130,640
Moving to Success	117,837	117,837	114,635
IFI - Personal Youth Development	33,588	33,588	109,077
	577,737	577,737	515,090

4. Other incoming resources

	Unrestricted Funds	2023 Total	2022 Total
	£	£	£
Misc Income	10,453	10,453	14,262
Access NI	297	297	99
Government Grants - COVID 19	-	-	23,770
	10,750	10,750	38,131

5. Net incoming resources for the year

	2023 Total	2022 Total
	£	£
Net incoming resources is stated after charging: Depreciation and other amounts written off tangible fixed assets	9,228	10,855
	9,228	10,855

CTS Ltd
NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. Staff Costs, Trainee Allowances & Employee Benefits

Employment Costs	2023	2022
	£	£
Wages and Salaries	209,881	220,736
Pension Costs	31,824	31,949
Trainee Allowances & Other Staff Costs	55,606	76,692
	297,311	329,377

No employee received enoluments of more than £60,000 (2022: None).

Number of Employees

The average monthly number of employees (including the trustees) during the year, calculated on the basis of full time equivalents, was as follows:

	2023	2022
	Number	Number
Administration Staff	10	10

7. Trustees' (Directors) Remuneration

No trustees' received any remuneration in the year (2022: nil).

8. Tutor & Programme Costs

	2023	2022
	£	£
Tutor Costs	92,148	90,127
Programme Costs	59,634	20,693
	151,782	110,820

9. Share Capital

	2023	2022
	£	£
Authorised - 52 Ordinary Shares of £1 each	52	52
Alloted & Fully Paid - 20 Ordinary Shares of £1 each	20	20
Unpaid - 32 Ordinary Shares of £1 each	32	32

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10. Plant, Property & Equipment

	Leasehold Improvements	Fixtures, Fittings and Equipment	Total
	£	£	£
Cost			
At 1 April 2022	135,876	229,562	365,438
Additions	-	-	-
At 31 March 2023	135,876	229,562	365,438
Depreciation			
At 1 April 2022	135,876	217,498	353,374
Charge for the year	-	9,228	9,228
At 31 March 2023	135,876	226,726	362,602
Net book values			
At 31 March 2023	-	2,836	2,836
At 1 April 2022	-	12,064	12,064

Tangible fixed assets are made up of Leasehold Improvements and Fixtures & Fittings. Leasehold property has been fully depreciated and Fixtures & Fittings is depreciated at 25% on a straight-line basis. At the 31st March 2023 the NBV of Fixtures & Fittings is £2,836 (2022: £12,064).

The Leasehold Property is owned by Coalisland & District Development Association Ltd and rented to CTS Ltd. The agreement is set to expire on 1st November 2048.

11. Receivables

	2023	2022
	£	£
Trade Receivables	117,287	83,504
Other Receivables	1,285	1,329
	118,572	84,833

CTS Ltd
NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. Payables: amounts falling due within one year

	2023	2022
	£	£
Trade Payables	-	-
Other Taxes and Social Security	3,973	4,763
Accruals and Deferred Income	37,957	30,106
	<u>41,930</u>	<u>34,869</u>

Within deferred income there is £24,489 that has been transferred into CTS Ltd's bank account from another charity, Coalisland Residents & Community Forum. This will be spent on matters relating to the objectives of that charity and will be released to the income and expenditure account as it is spent.

13. Analysis of Net Assets

	Unrestricted	Restricted	Total Funds
	Funds	Funds	Funds
	£	£	£
Fund balances at 31 March 2023 as represented by:			
Plant, Property and Equipment	2,836	-	2,836
Current Assets	1,071,713	16,739	1,088,452
Current Liabilities	(41,930)	-	(41,930)
	<u>1,032,619</u>	<u>16,739</u>	<u>1,049,358</u>

14. Unrestricted Funds

	At 1 April	Incoming	Outgoing	Capital	At 31 March
	2022	Resources	Resources	Purchases	2023
	£	£	£	£	£
Total Free Reserves	<u>932,696</u>	<u>633,677</u>	<u>533,805</u>	<u>-</u>	<u>1,032,568</u>

As per Trustees Report, unrestricted funds/free reserves are used for the ongoing funding of CTS Ltd.

CTS Ltd
NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. Contingent Liabilities

Grants received could be repayable in certain circumstances as set out in the letters of offer.

16. Related Party Transactions

Richard Thornton is the chief executive of CTS Ltd & CDDA. During the year the compensation paid to key management personnel amounted to £36,497 (2022: £32,679). Richard Thornton also invoiced CTS Ltd during the financial year for reimbursement of expenses of £1,239 of which was paid in full leaving a closing balance of £Nil.

The trustees were not paid or reimbursed any expenses during the year.

17. Controlling Interest

The Trustees (Committee of Management) are considered to be the charity's ultimate controlling party.

18. Going Concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

19. Company Limited by Guarantee

52 Shares are in issue to the initial subscribers when the company was formed.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.