

COMPANY REGISTRATION NUMBER: NI625831
CHARITY REGISTRATION NUMBER: NIC102750

Aghanloo Community Association
Company Limited by Guarantee
Unaudited Financial Statements
31 July 2023

DONALDSON & THOMPSON
Chartered Accountants
101 Irish Green Street
Limavady
BT49 9AA

Aghanloo Community Association

Company Limited by Guarantee

Financial Statements

Year ended 31 July 2023

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Aghanloo Community Association

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Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 July 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 July 2023.

Reference and administrative details

Registered charity name Aghanloo Community Association

Charity registration number NIC102750

Company registration number NI625831

Principal office and registered office The Community Centre
31 Aghanloo Road
Limavady
BT49 0HY

The trustees

Mr J Thompson
Mr E Stevenson
Mr I Martin
Mrs E Scott
Mrs R Savage

Independent examiner Donaldson & Thompson Chartered Accountants
101 Irish Green Street
Limavady
BT49 9AA

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 25th July 2014, accepted as a charity by HM Revenue & Customs, reference NI00620 and registered with the Charity Commission for Northern Ireland on 22nd April 2016, charity number NIC102750. The company was incorporated under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Objectives and activities

Aghanloo Community Association serves the Rural Community of Aghanloo and surrounding areas with the provision of a community centre which facilitates activities for children, young people, those with mental health, socially isolated, families and older persons. The association aims to provide a secure, safe environment for those living within the rural area for community engagement, education, training and social /cultural activities. Aghanloo Community Association is a community hub which aims to provide, facilitate and support its local residents and meet the needs of the rural community in which it is situated.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 July 2023

Achievements and performance

The charity currently runs dance classes, facilitate Woman's Institute, charity events, children's summer scheme and workshops, educational workshops and classes and adult social events. The property is also hired out to local religious groups for events and functions and provided to residents of the Aghanloo area and surrounding district for recreational purposes.

Financial review

The results for the year are contained in the financial statements attached. Community activities, room hire and workshop events recommenced during the year, once the charity's property reopened after the government restriction associated with the coronavirus pandemic were relaxed. The charity's legal representatives are reviewing the situation with regard to the fraud committed on the charity, in the year prior to the previous year, by an external perpetrator in respect of the loan facility obtained to fund the renovation of the charity's property. It is the charity's trustees' intention to continue to work with their legal representatives and Community Finance Ireland (formerly Ulster Community Investment Trust Ltd (UCIT)) to achieve a resolution to this situation.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 19 October 2023 and signed on behalf of the board of trustees by:



Mr J Thompson
Trustee

Aghanloo Community Association

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Aghanloo Community Association

Year ended 31 July 2023

I report on the financial statements for the year ended 31 July 2023, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006. Having satisfied myself that the charity is not subject to audit under company law, and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 65 of the Charities Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the Charities Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

I have examined your charity accounts as required under section 65 of the Charities Act and my examination was carried out in accordance with the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the Charities Act. The examination included a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also included consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters.

My role is to state whether any material matters have come to my attention giving me cause to believe:

1. That accounting records were not kept in accordance with section 386 of the Companies Act 2006
2. That the accounts do not accord with those accounting records
3. That the accounts do not comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the 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.
4. That there is further information needed for a proper understanding of the accounts to be reached.

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Independent Examiner's Report to the Trustees of Aghanloo Community Association *(continued)*

Year ended 31 July 2023

Independent examiner's statement

I have completed my examination and have no concerns in respect of the matters (1) to (4) listed above and, in connection with following the Directions of the Charity Commission for Northern Ireland, I have found no matters that require drawing to your attention.



Donaldson & Thompson
Chartered Accountants
Independent Examiner

101 Irish Green Street
Limavady
BT49 9AA

19/10/23

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Statement of Financial Activities (including income and expenditure account)

Year ended 31 July 2023

		2023		2022	
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Charitable activities	5	6,795	11,145	17,940	11,426
Investment income	6	6	—	6	8
Other income	7	1,010	—	1,010	—
Total income		<u>7,811</u>	<u>11,145</u>	<u>18,956</u>	<u>11,434</u>
Expenditure					
Expenditure on charitable activities	8,9	17,473	11,244	28,717	27,894
Total expenditure		<u>17,473</u>	<u>11,244</u>	<u>28,717</u>	<u>27,894</u>
Net expenditure and net movement in funds					
		<u>(9,662)</u>	<u>(99)</u>	<u>(9,761)</u>	<u>(16,460)</u>
Reconciliation of funds					
Total funds brought forward		355,706	(86,760)	268,946	285,406
Total funds carried forward		<u>346,044</u>	<u>(86,859)</u>	<u>259,185</u>	<u>268,945</u>

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

The notes on pages 7 to 15 form part of these financial statements.

Aghanloo Community Association

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Statement of Financial Position

31 July 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	14	363,357	371,824
Current assets			
Debtors	15	268	251
Cash at bank and in hand		15,353	8,178
		<u>15,621</u>	<u>8,429</u>
Creditors: amounts falling due within one year	16	119,793	111,307
Net current liabilities		<u>104,172</u>	<u>102,878</u>
Total assets less current liabilities		<u>259,185</u>	<u>268,946</u>
Net assets		<u>259,185</u>	<u>268,946</u>
Funds of the charity			
Restricted funds		(86,859)	(86,760)
Unrestricted funds		346,044	355,705
Total charity funds	17	<u>259,185</u>	<u>268,945</u>

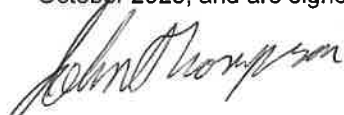
For the year ending 31 July 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 19 October 2023, and are signed on behalf of the board by:



Mr J Thompson
Trustee

Mr E Stevenson
Trustee



The notes on pages 7 to 15 form part of these financial statements.

Aghanloo Community Association

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Notes to the Financial Statements

Year ended 31 July 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 The Community Centre, 31 Aghanloo Road, Limavady, BT49 0HY.

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.

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.

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Notes to the Financial Statements *(continued)*

Year ended 31 July 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.

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Notes to the Financial Statements *(continued)*

Year ended 31 July 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% reducing balance

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.

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

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

Aghanloo Community Association is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £10 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.

5. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Other income from charitable activities- Rent	2,400	–	2,400
Other income from charitable activities - Grants	–	10,125	10,125
Other income from charitable activities - Room hire	4,395	–	4,395
Other income from charitable activities - Workshops & events	–	1,020	1,020
	<u>6,795</u>	<u>11,145</u>	<u>17,940</u>

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

5. Charitable activities *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Other income from charitable activities- Rent	2,347	–	2,347
Other income from charitable activities - Grants	–	4,879	4,879
Other income from charitable activities - Room hire	3,915	–	3,915
Other income from charitable activities - Workshops & events	–	285	285
	<u>6,262</u>	<u>5,164</u>	<u>11,426</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	<u>6</u>	<u>6</u>	<u>8</u>	<u>8</u>

7. Other income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Other income - Refund of legal fees	<u>1,010</u>	<u>1,010</u>	<u>–</u>	<u>–</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Community centre	16,167	11,244	27,410
Support costs	1,306	–	1,307
	<u>17,473</u>	<u>11,244</u>	<u>28,717</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Community centre	16,054	10,545	26,599
Support costs	1,296	–	1,295
	<u>17,350</u>	<u>10,545</u>	<u>27,894</u>

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Community centre	27,410	–	27,410	26,599
Governance costs	–	1,307	1,307	1,295
	<u>27,410</u>	<u>1,307</u>	<u>28,717</u>	<u>27,894</u>

10. Net expenditure

Net expenditure is stated after charging/(crediting):

	2023 £	2022 £
Depreciation of tangible fixed assets	<u>8,467</u>	<u>8,581</u>

11. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,230</u>	<u>1,230</u>

12. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

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

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

14. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Total £
Cost			
At 1 Aug 2022 and 31 Jul 2023	<u>400,622</u>	<u>5,709</u>	<u>406,331</u>
Depreciation			
At 1 Aug 2022	31,072	3,435	34,507
Charge for the year	8,012	455	8,467
At 31 Jul 2023	<u>39,084</u>	<u>3,890</u>	<u>42,974</u>
Carrying amount			
At 31 Jul 2023	<u>361,538</u>	<u>1,819</u>	<u>363,357</u>
At 31 Jul 2022	<u>369,550</u>	<u>2,274</u>	<u>371,824</u>

15. Debtors

	2023 £	2022 £
Prepayments and accrued income	<u>268</u>	<u>251</u>

16. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	1,289	2,460
Other creditors	<u>118,504</u>	<u>108,847</u>
	<u>119,793</u>	<u>111,307</u>

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

17. Analysis of charitable funds

Unrestricted funds

	At 1 Aug 2022 £	Income £	Expenditure £	At 31 Jul 2023 £
General funds	(13,845)	7,811	(9,461)	(15,495)
Designated funds	369,551	–	(8,012)	361,539
	<u>355,706</u>	<u>7,811</u>	<u>(17,473)</u>	<u>346,044</u>

	At 1 Aug 2021 £	Income £	Expenditure £	At 31 Jul 2022 £
General funds	(10,778)	6,270	(9,338)	(13,846)
Designated funds	377,563	–	(8,012)	369,551
	<u>366,785</u>	<u>6,270</u>	<u>(17,350)</u>	<u>355,705</u>

Restricted funds

	At 1 Aug 2022 £	Income £	Expenditure £	At 31 Jul 2023 £
Restricted funds	(86,760)	11,145	(11,244)	(86,859)

	At 1 Aug 2021 £	Income £	Expenditure £	At 31 Jul 2022 £
Restricted funds	(81,379)	5,164	(10,545)	(86,760)

18. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	361,955	1,402	363,357
Current assets	(14,622)	30,243	15,621
Creditors less than 1 year	(1,290)	(118,504)	(119,794)
Net assets	<u>346,043</u>	<u>(86,859)</u>	<u>259,184</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	370,072	1,752	371,824
Current assets	(11,906)	20,335	8,429
Creditors less than 1 year	(2,460)	(108,847)	(111,307)
Net assets	<u>355,706</u>	<u>(86,760)</u>	<u>268,946</u>

Aghanloo Community Association

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

19. Charges on assets

The charity's property at Aghanloo is subject to a charge in favour of the Department of Agriculture, Environment & Rural Affairs which can be released upon the request of the company after the expiry of 10 years from 17th June 2019.

