

Open House Festival Limited
(A company limited by guarantee)

Annual report
and audited consolidated
financial statements

for the year ended 31 March 2023

Charity Registration Number: NIC 103648

Company Registration Number: NI 042872

Open House Festival Limited

(A company limited by guarantee)

Financial Statements

Year Ended 31 March 2023

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Open House Festival Limited

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Charity Reference and Administrative Details

Year Ended 31st March 2023

Charity Registration Number	NIC 103648
Company Registration Number	NI 042872
Trustees	Mr Stephen Dunlop (Chairman) Mr David Gerard Lennon Mr Stephen Roycroft Mr Jonathan Moore Ms Sarah Jones Mr Chris McCreery Mr Tim Herron Ms Rachel Edwards Mr Martin Fleetwood
Registered Office	The Court House 19 Quay Street Bangor BT20 5ED
Auditor	GMcG Belfast Chartered Accountants and Statutory Auditors Alfred House 19 Alfred Street Belfast BT2 8EQ
Bankers	AIB Donegal Square North Belfast BT1 5GB

Open House Festival Limited (A company limited by guarantee)

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF OPEN HOUSE FESTIVAL LIMITED (a company limited by guarantee)

YEAR ENDED 31 MARCH 2023

Opinion

We have audited the financial statements of Open House Festival Limited (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31st March 2023 which comprise the Consolidated Statement of Financial Activities (including income and expenditure account), the Consolidated Balance Sheet, the Parent Charitable Company Balance Sheet, the Consolidated Statement of Cash Flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charitable company's affairs as at 31 March 2023, and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK)(ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note 31 to the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Open House Festival Limited

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CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2023

	Note	Unrestricted Funds £	Restricted Funds £	Total 2023 £
Income from:				
Donations and legacies	2	1,037	-	1,037
Charitable activities	3	580,484	1,248,627	1,829,111
Other trading activities	4	151,573	-	151,573
Other	5	5,597	-	5,597
Total income		<u>738,691</u>	<u>1,248,627</u>	<u>1,987,318</u>
Expenditure on:				
Raising funds	6	106,029	-	106,029
Charitable Activities	7 / 8	545,506	300,193	845,699
Total expenditure		<u>651,535</u>	<u>300,193</u>	<u>951,728</u>
Net income	10	87,156	948,434	1,035,590
Transfer between funds		<u>67,785</u>	<u>(67,785)</u>	<u>-</u>
Net movement in funds attributable to the charity		154,941	880,649	1,035,590
Reconciliation of funds:				
Total funds brought forward attributable to the group		<u>158,548</u>	<u>913,888</u>	<u>1,072,436</u>
Total funds carried forward attributable to the group		<u>313,489</u>	<u>1,794,537</u>	<u>2,108,026</u>

All income and expenditure derive from continuing activities.

The consolidated statement of financial activities includes all gains and losses recognised during the year.

Open House Festival Limited

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CONSOLIDATED BALANCE SHEET


AS AT 31 MARCH 2023

	Note	2023 £
Fixed Assets		
Tangible assets	15	155,496
Heritage assets	16	1,547,685
		<u>1,703,181</u>
Current Assets		
Stock	18	8,587
Debtors	19	70,286
Cash at bank and in hand	20	452,723
		<u>531,596</u>
Creditors: amounts falling due within one year	21	<u>(126,751)</u>
Net current assets		<u>404,845</u>
Net assets	26	<u>2,108,026</u>
Charity Funds		
Restricted funds	24	1,794,537
Unrestricted funds	23	313,489
Total group funds		<u>2,108,026</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

The financial statements on pages 16 to 39 were approved and authorised for issue by the Board of Directors on 4th December 2023 and were signed on behalf of the Board of Directors by:

Director  Date 4th December 2023
STEPHEN DUNLOP

Director  Date 4th December 2023
DAVID G. LENNON

The notes on pages 20 to 39 form part of these financial statements.

Company Registration Number: NI 042872

Open House Festival Limited

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PARENT CHARITABLE COMPANY BALANCE SHEET

AS AT 31 MARCH 2023

		2023	2022
	Note	£	£
Fixed Assets			
Tangible assets	15	155,496	100,151
Heritage assets	16	1,547,685	778,547
Investments	17	100	-
		<u>1,703,281</u>	<u>878,698</u>
Current Assets			
Debtors	19	112,880	84,031
Cash at bank and in hand	20	368,353	241,187
		<u>481,233</u>	<u>325,218</u>
Creditors: amounts falling due within one year	21	<u>(109,532)</u>	<u>(131,480)</u>
Net current assets		<u>371,701</u>	<u>193,738</u>
Net assets	26	<u>2,074,982</u>	<u>1,072,436</u>
Charity Funds			
Restricted funds	24	1,794,537	913,888
Unrestricted funds	23	280,445	158,548
Total charity funds		<u>2,074,982</u>	<u>1,072,436</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

The financial statements on pages 16 to 39 were approved and authorised for issue by the Board of Directors on ... 4/12/23 and were signed on behalf of the Board of Directors by:

Director *Stephen Dunlop* Date 4 Dec 23
STEPHEN DUNLOP

Director *David G Lennon* Date 4 Dec 23
DAVID G LENNON

The notes on pages 20 to 39 form part of these financial statements.

Company Registration Number: NI 042872

Open House Festival Limited

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CONSOLIDATED STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2023

	Note	2023 £
Cash flow from operating activities	28	1,070,308
Net cash flow from operating activities		<u>1,070,308</u>
Cash flow from investing activities		
Payments to acquire tangible fixed assets		(71,365)
Payments to acquire heritage assets		(787,407)
Net cash flow from investing activities		<u>(858,772)</u>
Net increase in cash and cash equivalents		211,536
Cash and cash equivalents at 1st April 2022		<u>241,187</u>
Cash and cash equivalents at 31st March 2023		<u>452,723</u>
Cash and cash equivalents consists of-		
Cash at bank and in hand		452,723
Cash and Cash equivalents at 31 March 2023		<u>452,723</u>

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2023

1 Principal accounting policies

General information and basis of preparation

The parent charitable company ('charitable company'), Open House Festival Limited is a charitable company limited by guarantee and not having a share capital and is registered in Northern Ireland. The address of the registered office is given in the charity information on page 1 of these financial statements.

The charitable company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

The charitable company constitutes a public benefit entity as defined by FRS 102.

On 15 August 2022, the charitable company formed a group of companies and became the parent and ultimate parent company by acquiring 100% of the issued ordinary share capital of Open House Trading Ltd, a company incorporated and registered in Northern Ireland on 15th August 2023. For further details of the subsidiary acquired see the fixed asset investments note 17.

The operations and principal activities of the group and parent charitable company are given on page 3.

Statement of compliance

The financial statements have been prepared 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 United Kingdom and Republic of Ireland (FRS 102), the Charities legislation in Northern Ireland, Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

Basis of preparation

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the group and parent charitable company and rounded to the nearest £1.

Exemptions for qualifying entities under FRS 102

The parent company satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following reduced disclosures available under FRS 102:

- (a) No cash flow statement has been presented for the parent company.

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

1 Principal accounting policies

The significant accounting policies applied in the preparation of these financial statements are set out below.

Basis of consolidation

The consolidated financial statements of the group incorporate the accounts of the charity and its subsidiary undertaking, all of which were prepared to 31 March 2023.

The subsidiary undertaking was consolidated from the date when control passed. The trading results of the subsidiary undertaking as shown in note 17 are consolidated on a line-by-line basis within the consolidated statement of financial activities. Intercompany transactions and balances between group companies are therefore eliminated in full.

A separate statement of financial activities for the charity is not presented as permitted by the SORP and the Companies Act 2006.

The net income of the parent charitable company for the year ended 31st March 2023 was £1,002,546 (2022: £709,404).

Judgements and key sources of estimation uncertainty

The following judgements including those involving estimates have been made in the process of applying the above accounting policies that have had the most significant effect on the amounts recognised in the financial statements and that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year:

- (i) depreciation method, asset useful lives and residual values
- (ii) valuation of heritage asset on date acquired by the parent charitable company (deemed cost)

The estimates and assumptions are reviewed on an ongoing basis considering the current and future market conditions.

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.

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

1 Principal accounting policies

Fund accounting

The charity has various types of funds for which it is responsible and which require separate disclosure. A definition of the various types of funds is as follows:

Unrestricted funds

Funds which are expendable at the discretion of the Charity in furtherance of its objectives. In addition to expenditure on activities such funds may be held in order to finance capital investment and working capital.

Restricted funds

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of overheads and support costs.

Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102).

Voluntary income received by way of donations and gift is credited to revenue on a receivable basis.

Fixed asset gifts in kind are recognised when receivable and are included at fair value. They are not deferred over the life of the asset.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably.

If entitlement is not met then these amounts are deferred. Revenue grants are credited to incoming resources on the earlier date of when they are received or when they are receivable, unless they relate to a specified future period, in which they are deferred. Grants which contribute towards specific expenditure on fixed assets are credited to the Statement of Financial Activities in full upon receipt.

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

1 Principal accounting policies *(continued)*

Income recognition *(continued)*

Investment income is interest earned through holding cash at bank and short-term investments e.g. bonds and short term deposits. Interest income is recognised when receivable.

Other income represents income that cannot be reported under the other analysis headings provided within the statement of financial activities.

Deferred income

Income is deferred when it relates to a future event and is recognised on completion of the event.

Accrued Income

Income from certain events has been accrued as the concerned events occurred before the year end.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds comprises trading subsidiary's costs;
- Expenditure on charitable activities 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.

Revenue expenditure is shown gross of VAT.

Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and administrative payroll costs.

They are incurred directly in support of expenditure on the objects of the charity. Where support costs cannot be directly attributed to particular headings, they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

Governance costs include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustee meetings and reimbursed expenses.

The analysis of these costs is included in note 9.

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

1 Principal accounting policies *(continued)*

Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution pension plan for the benefit of its employees. Contributions are charged to the Statement of Financial Activities as they become payable.

Tangible fixed assets and depreciation

Tangible fixed assets are initially recorded at cost. The cost of tangible fixed assets is their purchase cost, together with any incidental costs of acquisition. Depreciation is calculated so as to write off the cost of tangible fixed assets, less their estimated residual values, over their expected useful economic lives of the assets concerned. The principal annual rates used are as follows:

Furniture and equipment	-	10% straight line and 50% reducing balance
Court House fixtures and equipment	-	10% straight line
Motor vehicles	-	50% reducing balance
Computer equipment	-	25% straight line

Where the recoverable amount of a fixed asset is found to be below its net book value, the asset is written down to the recoverable figure and the loss on impairment is recognised in the statement of financial activities.

Heritage fixed assets and depreciation

Heritage fixed assets are direct costs incurred on the building of Bangor Court House, which in the opinion of the directors meets the definition of a heritage property. The Court House was legally transferred to the charity in 2021 and an independent valuation was conducted prior to transfer and this valuation is its deemed cost.

The heritage fixed asset is stated at cost (deemed cost plus further costs incurred after date transferred to charity) less accumulated depreciation.

Depreciation is calculated so as to write off the cost of the heritage fixed asset, less its estimated residual value, over its expected useful economic life. The principal annual rate used is as follows:

Bangor Court House	-	2% straight line
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Investments

Fixed asset investments are initially recorded at cost, and subsequently stated at cost less any accumulated impairment losses.

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

1 Principal accounting policies *(continued)*

Stock

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Cash and cash equivalents

Cash and cash equivalents in the statement of cash flows comprise cash on hand and call deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and normally have a maturity date of 3 months or less from the date of acquisition.

Trade creditors

Trade creditors are obligations to pay goods or services that have been acquired in the ordinary course of activities from suppliers.

Tax

As a charity, the company benefits from various exemptions afforded by tax legislation. It is therefore not liable to corporation tax on income or gains falling due within those exemptions.

Gift aid payment to parent charitable company

The trading subsidiary pays all its taxable profits for the reporting period to its parent charitable company under the gift aid scheme. In the trading subsidiary's financial statements, these gift aid payments are recognised as distributions to owners in equity within retained earnings.

At the reporting date there was no legal obligation in place for the trading subsidiary to make this gift aid payment, although prior to the reporting date the board had indicated its intention to pay the taxable profits to the parent charitable company in respect of the reporting period. The payment is planned to be made within 9 months of the end of the reporting date.

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

2. Income from donations and legacies

	Unrestricted Funds £	Restricted Funds £	Group Total 2023 £
Donations	1,037	-	1,037
	<u>1,037</u>	<u>-</u>	<u>1,037</u>

3. Income from charitable activities

	Unrestricted Funds £	Restricted Funds £	Group Total 2023 £
Box Office	516,003	-	516,003
Grants and sponsorship	53,262	303,231	356,493
Stall & trading income	11,219	-	11,219
Court House income	-	945,396	945,396
	<u>580,484</u>	<u>1,248,627</u>	<u>1,829,111</u>

4. Income from trading activities

	Unrestricted Funds £	Restricted Funds £	Group Total 2023 £
Bar sales	151,573	-	151,573
	<u>151,573</u>	<u>-</u>	<u>151,573</u>

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

5. Other income

	Unrestricted Funds £	Restricted Funds £	Group Total 2023 £
Venue hire	4,317	-	4,317
Other	1,280	-	1,280
	<u>5,597</u>	<u>-</u>	<u>5,597</u>

6. Raising funds

	Unrestricted Funds £	Restricted Funds £	Group Total 2023 £
Trading subsidiary costs	106,029	-	106,029
	<u>106,029</u>	<u>-</u>	<u>106,029</u>

7. Analysis of expenditure on charitable activities

	Activities undertaken directly £	Support costs £	Group Total 2023 £
Festival and event activities	<u>545,506</u>	<u>300,193</u>	<u>845,699</u>

£95,376 of the cost of activities undertaken directly and £204,817 of support costs were attributable to restricted funds. £425,990 of the cost of activities undertaken directly and £119,516 of support costs were attributable to unrestricted funds.

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

8. Expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Group Total 2023 £
Cost directly allocated to activities			
Artists	214,751	26,900	241,651
Advertising and marketing	13,991	8,942	22,933
Design costs	12,597	8,800	21,397
Operation costs	88,487	14,857	103,344
Production costs	27,274	35,877	63,151
Venue costs	10,558	-	10,558
Box office costs	26,334	-	26,334
Temporary staff	14,253	-	14,253
Volunteer costs	6,195	-	6,195
Other costs	11,550	-	11,550
	<u>425,990</u>	<u>95,376</u>	<u>521,366</u>
Support costs			
Wages and salaries	52,539	148,357	200,896
Rent	2,496	104	2,600
Water	267	-	267
Light and heat	8,857	-	8,857
Repairs and renewals	7,050	9,310	16,360
Telephone and internet	2,098	-	2,098
Printing, postage and stationery	1,593	-	1,593
Insurance	9,056	-	9,056
Training	2,659	1,872	4,531
Advertising	200	-	200
Travel and entertainment	1,589	-	1,589
Office supplies	1,585	-	1,585
Bank charges	921	-	921
Motor running costs	2,042	-	2,042
Computer costs	923	-	923
Memberships and subscriptions	1,429	-	1,429
Staff uniforms	1,464	-	1,464
Court House set up	5,521	5,352	10,873
Depreciation	347	33,942	34,289
Governance costs	16,880	5,880	22,760
	<u>119,516</u>	<u>204,817</u>	<u>324,333</u>
	<u>545,506</u>	<u>300,193</u>	<u>845,699</u>

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

9. Governance costs

	Note	Group 2023 £
Auditor's remuneration (including expenses and benefits in kind)	12	4,080
Trustee remuneration	13	-
Trustee expenses	13	-
Legal and professional fees		18,680
		<u>22,760</u>

10. Net income for the year

	Group 2023 £
This is stated after charging	
Fees payable to the group's current auditor for audit of the accounts	5,080
Depreciation of tangible fixed assets - owned assets	16,020
Depreciation of heritage fixed assets	18,269

11. Auditor's remuneration

The auditor's remuneration for the current auditor, GMCG Belfast, amounts to an audit fee of 4,080; and other services of £1,000 included within the cost of raising funds, for the preparation of the trading subsidiary's financial statements.

The auditor's remuneration for the previous auditor, Hamilton Morris Waugh Limited, amounts to an audit fee of £3,840 and other services of £Nil.

12. Directors' and key management personnel remuneration and expenses

The total amount of remuneration and benefits received by key management in the year was £103,894. The charity considers its key management personnel comprise the Board of Directors and The Senior Management team.

During the year, the directors received remuneration of £Nil (2022: £Nil) and reimbursed expenses of £Nil.

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

13. Staff costs and employee benefits

The total staff costs and employees' benefits was as follows:

	Group 2023 £
Wages and salaries	209,250
Social security	17,411
Defined contribution pension costs	15,243
	<u>241,904</u>

Wages and salaries include

	Group 2023 £
Allocated to:	
Raising funds	41,008
Festival and event activities	200,896
	<u>241,904</u>

Particulars of employees:

The average number of employees during the year, was as follows:

	Group 2023 No
Staff members	15
	<u>15</u>

No employees received total employee benefits (excluding employer pension costs) of more than £60,000.

14. Taxation

The charity is a registered charity, and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried out in the furtherance of the charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

The charity is registered for VAT for the purpose of the capital goods scheme and revenue expenditure is shown gross of VAT.

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

15. Tangible assets

	Furniture and equipment	Court House Fixtures & Equipment	Motor vehicles	Computer equipment	Group and charity Total
	£	£	£	£	£
Cost					
At 1 April 2022	108,478	-	4,000	5,240	117,718
Additions	29,795	37,606	-	3,964	71,365
At 31 March 2023	<u>138,273</u>	<u>37,606</u>	<u>4,000</u>	<u>9,204</u>	<u>189,083</u>
Accumulated depreciation					
At 1 April 2022	8,327	-	4,000	5,240	17,567
Charge for the year	13,282	1,840	-	898	16,020
At 31 March 2023	<u>21,609</u>	<u>1,840</u>	<u>4,000</u>	<u>6,138</u>	<u>33,587</u>
Net book amount					
At 31 March 2023	<u>116,664</u>	<u>35,766</u>	<u>-</u>	<u>3,066</u>	<u>155,496</u>
At 31 March 2022	<u>100,151</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,151</u>

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

16. Heritage assets

	Bangor Court House £	Group and charity Total £
Cost		
At 1 April 2022	778,547	778,547
Additions	787,407	787,407
At 31 March 2023	<u>1,565,954</u>	<u>1,565,954</u>
Accumulated depreciation		
At 1 April 2022	-	-
Charge for the year	18,269	18,269
At 31 March 2023	<u>18,269</u>	<u>18,269</u>
Net book amount		
At 31 March 2023	<u>1,547,685</u>	<u>1,547,685</u>
At 31 March 2022	<u>778,547</u>	<u>778,547</u>

Summary of transactions for group and charity

	Total £	2023 £	2022 £	2021 £	2020 £	2019 £
Purchases and additions						
Bangor Court House	<u>1,565,954</u>	<u>787,407</u>	<u>520,379</u>	<u>192,549</u>	<u>30,330</u>	<u>35,289</u>
Disposals						
Bangor Court House	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>1,565,954</u>	<u>787,407</u>	<u>520,379</u>	<u>192,549</u>	<u>30,330</u>	<u>35,289</u>

Open House Festival Limited

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

17. Investments

Group

The group had no investments during the year (2022: £Nil).

Charity

	Shares in group undertakings £
Cost	
At 1 st April 2022	-
Additions	100
At 31st March 2023	100
Impairment	
At 1 st April 2022 and 31 st March 2023	-
Carrying amount	
At 31 st March 2023	100
At 31 st March 2022	-

Subsidiary undertakings	Class of share	Percentage of shares held	Country of incorporation	Principal activity
Open House Trading Ltd	Ordinary	100%	Northern Ireland	Operation and management of a bar

On 15th August 2022, the charitable company set up a wholly owned trading subsidiary to account for the operation and management of a bar and ancillary activities within the Court House building. The company number is NI690376 and the registered office address is The Court House, 16 Quay Street, Bangor, Co Down, BT20 5ED. These consolidated financial statements include the results of the subsidiary.

The trading results of the subsidiary are summarised below:

	15 th August 2022 to 31 st March 2023 £
Turnover	151,573
Cost of sales	(92,508)
Gross profit	59,065
Administration expenses	(26,021)
Operating profit	33,044
Profit before tax	33,044
Tax on profit	-
Profit for the financial period and total comprehensive income	33,044

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

17. Investments (continued)

The expenditure of the trading subsidiary, as recorded in the consolidated statement of financial activities is analysed as follows:

	2023
	£
Cost of sales	92,508
Administration expenses	13,521
	<u>106,029</u>

The assets and liabilities of the trading subsidiary before consolidation were:

	2023
	£
Current assets	102,099
Current liabilities	(68,955)
Total net assets	<u>33,144</u>
Called up share capital	100
Profit and loss account	33,044
Total shareholder's funds	<u>33,144</u>

18. Stock

	Group 2023	Charity 2023	Charity 2022
	£	£	£
Stock	8,587	-	-
	<u>8,587</u>	<u>-</u>	<u>-</u>

19. Debtors

	Group 2023	Charity 2023	Charity 2022
	£	£	£
Trade debtors	4,861	4,359	-
Prepayments and accrued income	58,646	50,234	63,991
VAT receivable	-	19,336	20,040
Amounts owed by group undertakings	-	32,400	-
Other debtors	6,779	6,551	-
	<u>70,286</u>	<u>112,880</u>	<u>84,031</u>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

20. Cash and cash equivalents

	Group 2023	Charity 2023	Charity 2022
	£	£	£
Cash at bank	452,723	368,353	241,187
	<u>452,723</u>	<u>368,353</u>	<u>241,187</u>

21. Creditors: amounts falling due within one year

	Group 2023	Charity 2023	Charity 2022
	£	£	£
Trade creditors	31,220	15,842	245
Accruals and deferred income	87,792	86,792	88,460
Other taxation and social security	6,377	5,782	2,741
Other creditors	1,362	1,116	40,034
	<u>126,751</u>	<u>109,532</u>	<u>131,480</u>

Included in accruals and deferred income for the group and charity is £82,712 (2022: £63,463) relating to box office income for future events and unredeemed gift vouchers.

22. Contingencies

A clawback security agreement is in place with the Department of Justice with respect to the Heritage Asset under which the asset is charged as security and in the occurrence of a defined event any monies may be repaid to the Department in respect of the deemed value of the asset acquired.

The asset cannot be disposed of without the written consent of the Department of Justice.

The group and charitable company has a contingent liability to repay other grants received if the company fails to comply with certain conditions stipulated in the letter of offer and terms and conditions of contract under which the grants were paid. The directors do not expect any claims to be made in this respect.

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

23. Fund reconciliation

Unrestricted funds

	Balance at 1 April 2022	Income	Expenditure	Transfers	Balance at 31 March 2023
Group	£	£	£	£	£
Unrestricted					
- Capital	-	-	-	28,910	28,910
- Revenue	158,548	738,691	(651,535)	38,875	284,579
	<u>158,548</u>	<u>738,691</u>	<u>(651,535)</u>	<u>67,785</u>	<u>313,489</u>

Unrestricted funds

	Balance at 1 April 2022	Income	Expenditure	Transfers	Balance at 31 March 2023
Charity	£	£	£	£	£
Unrestricted					
- Capital	-	-	-	28,910	28,910
- Revenue	158,548	599,618	(545,506)	38,875	251,535
	<u>158,548</u>	<u>599,618</u>	<u>(545,506)</u>	<u>67,785</u>	<u>280,445</u>

	Balance at 1 April 2021	Income	Expenditure	Transfers	Balance at 31 March 2022
Charity	£	£	£	£	£
Unrestricted					
- Capital	-	-	-	-	-
- Revenue	135,194	296,442	(273,088)	-	158,548
	<u>135,194</u>	<u>296,442</u>	<u>(273,088)</u>	<u>-</u>	<u>158,548</u>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

24. Restricted funds

Group and charity	Balance at	Movement in funds			Balance at
	31 March 2022	Incoming	Outgoing	Transfers	31 March 2023
	£	£	£	£	£
Restricted funds					
- Capital	878,110	861,868	(33,942)	(32,007)	1,674,029
- Revenue	35,778	386,759	(266,251)	(35,778)	120,508
	<u>913,888</u>	<u>1,248,627</u>	<u>(300,193)</u>	<u>(67,785)</u>	<u>1,794,537</u>

- Capital restricted funds relate to the renovation of the Court House which has been classed as a Heritage asset along with certain fixed assets which has been funded by the National Heritage fund and other funders.
- Revenue funds relate to funding received from various funders for salaries and specific activities.

A transfer of funds has been made from restricted funds to unrestricted funds in respect of reallocation of funds relating to prior years.

Charity	Balance at	Movement in funds			Balance at
	31 March 2021	Incoming	Outgoing	Transfer out	31 March 2022
	£	£	£	£	£
Restricted funds					
- Capital	227,838	650,272	-	-	878,110
- Revenue	-	163,729	(127,951)	-	35,778
	<u>227,838</u>	<u>814,001</u>	<u>(127,951)</u>	<u>-</u>	<u>913,888</u>

25. Fund descriptions

a) Unrestricted funds

Funds which are expendable at the discretion of the Charity in furtherance of its objectives. In addition to expenditure on activities such funds may be held in order to finance capital investment and working capital.

b) Restricted funds

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of overheads and support costs.

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31 MARCH 2023

26. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Group 2023 Total £
Fixed assets	29,152	1,674,029	1,703,181
Cash and other current assets	411,088	120,508	531,596
Current liabilities	(126,751)	-	(126,751)
Total	<u>313,489</u>	<u>1,794,537</u>	<u>2,108,026</u>

	Unrestricted funds £	Restricted funds £	Charity 2023 Total £
Fixed assets	29,252	1,674,029	1,703,281
Cash and other current assets	360,725	120,508	481,233
Current liabilities	(109,532)	-	(109,532)
Total	<u>280,455</u>	<u>1,794,537</u>	<u>2,074,982</u>

	Unrestricted funds £	Restricted funds £	Charity 2022 Total £
Fixed assets	588	878,110	878,698
Cash and current assets	289,440	35,778	325,218
Other current liabilities	(131,480)	-	(131,480)
Total	<u>158,548</u>	<u>913,888</u>	<u>1,072,436</u>

27. Pension

The group operates a defined contribution scheme for its employees. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £15,243. The amount of pension costs accrued at the year end amounted to £875.

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NOTES TO THE FINANCIAL STATEMENTS *(Continued)*

YEAR ENDED 31 MARCH 2023

28. Reconciliation of net income to net cash flow from operating activities

	Group 2023 £
Net income for year	1,035,590
Depreciation and impairment of tangible fixed assets	34,289
Increase in stock	(8,587)
Decrease in debtors	13,745
(Decrease) in creditors	(4,729)
Net cash flow from operating activities	<u>1,070,308</u>

29. Financial commitment

No contracts had been placed for future capital expenditure at the balance sheet date.

30. Legal status of charity

Open House Festival Limited is a company limited by guarantee and does not have a share capital. It is governed by a Memorandum and Articles of Association and the liability of members is limited to an amount not exceeding £1.

31. Ethical Standards

In common with many other organisations of our size and nature, we use our auditors to prepare and assist in the preparation of the financial statements.

32. Related party transactions

There were no related party transactions during the year (2022: £Nil).