

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes						
Income from:							
Donations and legacies	3	15,000	-	15,000	2,500	10,000	12,500
Charitable activities	4	10,008	334,253	344,261	13,774	191,371	205,145
Investments	5	72	-	72	97	-	97
Total income		<u>25,080</u>	<u>334,253</u>	<u>359,333</u>	<u>16,371</u>	<u>201,371</u>	<u>217,742</u>
Expenditure on:							
Charitable activities	6	12,417	299,447	311,864	16,972	199,792	216,764
Net incoming resources before transfers		12,663	34,806	47,469	(601)	1,579	978
Gross transfers between funds		(3,259)	3,259	-	8,180	(8,180)	-
Net income for the year/ Net movement in funds		<u>9,404</u>	<u>38,065</u>	<u>47,469</u>	<u>7,579</u>	<u>(6,601)</u>	<u>978</u>
Fund balances at 1 January 2021		29,990	37,129	67,119	22,411	43,730	66,141
Fund balances at 31 December 2021		<u><u>39,394</u></u>	<u><u>75,194</u></u>	<u><u>114,588</u></u>	<u><u>29,990</u></u>	<u><u>37,129</u></u>	<u><u>67,119</u></u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	10		1,508		1,073
Current assets					
Debtors	11	75,446		26,548	
Cash at bank and in hand		74,231		59,523	
		<u>149,677</u>		<u>86,071</u>	
Creditors: amounts falling due within one year	12	<u>(36,597)</u>		<u>(20,025)</u>	
Net current assets			113,080		66,046
Total assets less current liabilities			<u>114,588</u>		<u>67,119</u>
Income funds					
Restricted funds	13		75,194		37,129
Unrestricted funds			39,394		29,990
			<u>114,588</u>		<u>67,119</u>

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2021

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

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

The financial statements were approved by the Trustees on 6/6/22



Mr T Roberts

Trustee

Company Registration No. NI613051

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Action for Community Transformation Initiative is a private company limited by guarantee incorporated in Northern Ireland. The registered office is 178-180 Shankill Road, Belfast, Co. Antrim, BT13 2BH, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

The trustees have considered this in the knowledge that on the 30th January 2020, the World Health Organisation (WHO) announced Coronavirus as a global health emergency and, on the 11th March 2020, it announced that Coronavirus was a global pandemic.

1.3 Charitable funds

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

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

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

1.4 Income

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

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

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

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs of activities undertaken to further the purposes of the charity and their associated support costs

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

1.6 Tangible fixed assets

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

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

Plant and equipment	25% Straight Line
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

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

1.8 Cash and cash equivalents

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

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.9 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2021	2020	2020	2020
	£	£	£	£
Donations and gifts	15,000	2,500	10,000	12,500
	<u>15,000</u>	<u>2,500</u>	<u>10,000</u>	<u>12,500</u>
Donations and gifts				
Bell Donation	15,000	-	10,000	10,000
Other	-	2,500	-	2,500
	<u>15,000</u>	<u>2,500</u>	<u>10,000</u>	<u>12,500</u>
	<u>15,000</u>	<u>2,500</u>	<u>10,000</u>	<u>12,500</u>

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

4 Charitable activities

	Unrestricted Income 2021 £	Restricted Income 2021 £	Total 2021 £	Unrestricted Income 2020 £	Restricted Income 2020 £	Total 2020 £
Performance related grants	4,418	334,253	338,671	10,858	191,371	202,229
Other income	5,590	-	5,590	2,916	-	2,916
	<u>10,008</u>	<u>334,253</u>	<u>344,261</u>	<u>13,774</u>	<u>191,371</u>	<u>205,145</u>
	<u><u>10,008</u></u>	<u><u>334,253</u></u>	<u><u>344,261</u></u>	<u><u>13,774</u></u>	<u><u>191,371</u></u>	<u><u>205,145</u></u>
Analysis by fund						
Unrestricted funds	10,008	-	10,008	13,774	-	13,774
Restricted funds	-	334,253	334,253	-	191,371	191,371
	<u>10,008</u>	<u>334,253</u>	<u>344,261</u>	<u>13,774</u>	<u>191,371</u>	<u>205,145</u>
	<u><u>10,008</u></u>	<u><u>334,253</u></u>	<u><u>344,261</u></u>	<u><u>13,774</u></u>	<u><u>191,371</u></u>	<u><u>205,145</u></u>
Performance related grants						
Joseph Rowntree Charitable Trust	-	45,067	45,067	-	51,930	51,930
International Fund for Ireland - PIP	-	168,275	168,275	-	133,714	133,714
Social Enterprise	-	7,304	7,304	-	-	-
TEO	-	83,480	83,480	-	-	-
CFNI	-	-	-	-	1,527	1,527
NI Community Development	-	-	-	-	1,000	1,000
Compass	-	-	-	-	2,000	2,000
Greater Shankill Partnership	-	-	-	-	1,200	1,200
Community Arts Grant	-	20,000	20,000	-	-	-
Belfast City Council	-	2,264	2,264	-	-	-
Other	4,418	7,863	12,281	10,858	-	10,858
	<u>4,418</u>	<u>334,253</u>	<u>338,671</u>	<u>10,858</u>	<u>191,371</u>	<u>202,229</u>
	<u><u>4,418</u></u>	<u><u>334,253</u></u>	<u><u>338,671</u></u>	<u><u>10,858</u></u>	<u><u>191,371</u></u>	<u><u>202,229</u></u>

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	72	97
	<u>72</u>	<u>97</u>

6 Charitable activities

	Unrestricted Expenditure	Restricted Expenditure	Total	Total
	2021	2021	2021	2020
	£	£	£	£
Staff costs	-	169,444	169,444	126,732
Programme Costs	11,263	79,333	90,596	56,186
Light & Heat	-	3,859	3,859	3,514
Bank Fees	21	21	42	42
Subcontractor Costs	-	20,544	20,544	-
	<u>11,284</u>	<u>273,201</u>	<u>284,485</u>	<u>186,474</u>
Share of support costs (see note 7)	994	20,828	21,822	29,050
Share of governance costs (see note 7)	139	5,418	5,557	1,240
	<u>12,417</u>	<u>299,447</u>	<u>311,864</u>	<u>216,764</u>
	<u>12,417</u>	<u>299,447</u>	<u>311,864</u>	<u>216,764</u>
Analysis by fund				
Unrestricted funds	12,417	-	12,417	16,972
Restricted funds	-	299,447	299,447	199,792
	<u>12,417</u>	<u>299,447</u>	<u>311,864</u>	<u>216,764</u>
	<u>12,417</u>	<u>299,447</u>	<u>311,864</u>	<u>216,764</u>
For the year ended 31 December 2020				
Unrestricted funds	16,972	-	16,972	16,972
Restricted funds	-	199,792	199,792	199,792
	<u>16,972</u>	<u>199,792</u>	<u>216,764</u>	<u>216,764</u>
	<u>16,972</u>	<u>199,792</u>	<u>216,764</u>	<u>216,764</u>

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Depreciation	753	-	753	1,322	-	1,322
Rent & Rates	17,098	-	17,098	21,467	-	21,467
Telephone	2,110	-	2,110	1,757	-	1,757
Insurance	1,599	-	1,599	1,326	-	1,326
PPS	-	-	-	401	-	401
Advertising	162	-	162	67	-	67
Computer Expenses	100	-	100	100	-	100
Health & Safety Equipment	-	-	-	2,610	-	2,610
Legal and professional	-	4,500	4,500	-	-	-
Accountancy Fees	-	1,057	1,057	-	1,240	1,240
	<u>21,822</u>	<u>5,557</u>	<u>27,379</u>	<u>29,050</u>	<u>1,240</u>	<u>30,290</u>
Analysed between						
Charitable activities	<u>21,822</u>	<u>5,557</u>	<u>27,379</u>	<u>29,050</u>	<u>1,240</u>	<u>30,290</u>

Governance costs includes payments to the independent examiners of £920 (2020- £979) for accountancy fees.

8 Trustees

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

9 Employees

The average monthly number of employees during the year was:

2021	2020
Number	Number
6	4
<u>6</u>	<u>4</u>

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

9 Employees

(Continued)

Employment costs	2021	2020
	£	£
Wages and salaries	122,612	108,030
Social security costs	37,830	9,524
Other pension costs	9,002	9,178
	<u>169,444</u>	<u>126,732</u>

No employee received remuneration of more than £60,000 during the year (2020-NIL).

10 Tangible fixed assets

Plant and equipment
£

Cost

At 1 January 2021	7,246
Additions	1,188
	<u>8,434</u>

At 31 December 2021

Depreciation and impairment

At 1 January 2021	6,173
Depreciation charged in the year	753
	<u>6,926</u>

At 31 December 2021

Carrying amount

At 31 December 2021	<u>1,508</u>
At 31 December 2020	<u>1,073</u>

11 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Other debtors	<u>75,446</u>	<u>26,548</u>

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Other taxation and social security		-	2,618
Deferred Income		35,679	16,000
Accruals		918	1,407
		<u>36,597</u>	<u>20,025</u>

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds				Balance at 31 December 2021
	Balance at 1 January 2020	Incoming resources	Resources expended	Transfers	Balance at 1 January 2021	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£	£	£	£	£
Regenerate	-	-	-	-	-	400	(400)	-	-
Joseph Rowntree Charitable Trust	3,671	51,930	(50,732)	-	4,869	45,067	(51,197)	1,261	-
Cooperation Ireland	2,600	-	-	(2,600)	-	-	-	-	-
NIHE	2,206	-	-	(2,206)	-	-	-	-	-
International Fund for Ireland	31,879	133,714	(133,333)	-	32,260	168,275	(154,152)	1,998	48,381
ICRC	934	-	-	(934)	-	-	-	-	-
CFNI	400	1,527	(1,527)	(400)	-	-	-	-	-
Social Enterprise	-	-	-	-	-	7,304	(6,827)	-	477
Belfast City Council	-	-	-	-	-	2,264	(2,264)	-	-
Compass	2,040	2,000	(2,000)	(2,040)	-	-	-	-	-
Greater Shankill Partnership	-	1,200	(1,200)	-	-	-	-	-	-
Bell Donation	-	10,000	(10,000)	-	-	-	-	-	-
NI Community Development	-	1,000	(1,000)	-	-	-	-	-	-
Community Foundation	-	-	-	-	-	20,000	(20,000)	-	-
TEO	-	-	-	-	-	83,480	(57,144)	-	26,336
ANBC	-	-	-	-	-	5,435	(5,435)	-	-
MVCDF	-	-	-	-	-	1,678	(1,678)	-	-

ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

13 Restricted funds

(Continued)

Wilsons Auctions	-	-	-	-	-	200	(200)	-	-
Beth Johnson	-	-	-	-	-	150	(150)	-	-
	<u>43,730</u>	<u>201,371</u>	<u>(199,792)</u>	<u>(8,180)</u>	<u>37,129</u>	<u>334,253</u>	<u>(299,447)</u>	<u>3,259</u>	<u>75,194</u>
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ACTION FOR COMMUNITY TRANSFORMATION INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

14 Analysis of net assets between funds

	Unrestricted Fund 2021 £	Restricted Fund 2021 £	Total 2021 £	Unrestricted Fund 2020 £	Restricted Fund 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Tangible assets	1,030	478	1,508	1,073	-	1,073
Current assets/ (liabilities)	38,364	74,716	113,080	28,917	37,129	66,046
	<u>39,394</u>	<u>75,194</u>	<u>114,588</u>	<u>29,990</u>	<u>37,129</u>	<u>67,119</u>

15 Related party transactions

There were no disclosable related party transactions during the year (2020 - none).