

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

I report to the Trustees on my examination of the financial statements of New Belfast Community Arts Initiative Trading as Community Arts Partnership (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 65 of the Charities Act (Northern Ireland) 2008 (the 2008 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 65(9)(b) of the 2008 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 65 of the 2008 Act. I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

INDEPENDENT EXAMINER'S REPORT (CONTINUED)

TO THE TRUSTEES OF NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Lowry Grant FCCA

For, and on behalf of,

FPM Accountants Limited

Chartered Accountants

Statutory Auditors

1 - 3 Arthur Street

Belfast

Co. Antrim

BT1 4GA

Northern Ireland

Dated:

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
<u>Income from:</u>							
Donations and legacies	3	329	204,953	205,282	227	238,999	239,226
Charitable activities	4	56,765	19,339	76,104	44,794	-	44,794
Total income		<u>57,094</u>	<u>224,292</u>	<u>281,386</u>	<u>45,021</u>	<u>238,999</u>	<u>284,020</u>
<u>Expenditure on:</u>							
Charitable activities	5	66,545	236,044	302,589	71,998	268,117	340,115
Net expenditure for the year/ Net movement in funds		(9,451)	(11,752)	(21,203)	(26,977)	(29,118)	(56,095)
Fund balances at 1 January 2022		<u>64,406</u>	<u>15,935</u>	<u>80,341</u>	<u>91,383</u>	<u>45,053</u>	<u>136,436</u>
Fund balances at 31 December 2022		<u>54,955</u>	<u>4,183</u>	<u>59,138</u>	<u>64,406</u>	<u>15,935</u>	<u>80,341</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.

**NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS
COMMUNITY ARTS PARTNERSHIP**

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	9		14,547		26,215
Current assets					
Debtors	10	9,570		9,533	
Cash at bank and in hand		42,780		70,931	
		<u>52,350</u>		<u>80,464</u>	
Creditors: amounts falling due within one year	12	<u>(7,759)</u>		<u>(26,338)</u>	
Net current assets			44,591		54,126
Total assets less current liabilities			<u>59,138</u>		<u>80,341</u>
Income funds					
Restricted funds	13		4,183		15,935
Unrestricted funds			54,955		64,406
			<u>59,138</u>		<u>80,341</u>

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2022

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 2022.

The Trustees responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Companies Act 2006 and for preparing accounts 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 accounts, 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 28/9/2023


.....
Mr John McCann
Trustee


.....
Mr Conor Shields
Secretary

Company Registration No. NI037645

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

New Belfast Community Arts Initiative Trading as Community Arts Partnership is a private company limited by guarantee incorporated in Northern Ireland. The registered office is The Arc, 7 Donegall Street Place, Belfast, Co. Antrim, BT1 2FN, Northern Ireland.

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, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. 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, 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.

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

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.

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.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

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 supporting refugee families and activities undertaken to further the purposes of the charity and their associated support costs;
- Other expenditure represents those items not falling into any other heading.

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:

Office Equipment	20% Straight Line
Fixtures and fittings	20% Reducing Balance
Computer Equipment	33% Straight Line
Music Equipment	33% Straight Line

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.

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

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.

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.

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

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.

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	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	329	-	329	227	-	227
Grant Income	-	204,953	204,953	-	238,999	238,999
	<u>329</u>	<u>204,953</u>	<u>205,282</u>	<u>227</u>	<u>238,999</u>	<u>239,226</u>

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations and legacies

(Continued)

Grants receivable for core activities

Belfast City Council	-	29,000	29,000	-	29,000	29,000
Arts Council Northern Ireland- Core	-	175,953	175,953	-	131,964	131,964
Arts Council Northern Ireland - Covid	-	-	-	-	48,298	48,298
Arts Council Northern Ireland - Equipment Grant	-	-	-	-	8,460	8,460
Other	-	-	-	-	21,277	21,277
		<u>204,953</u>	<u>204,953</u>		<u>238,999</u>	<u>238,999</u>

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

4 Charitable activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Unrestricted Funds 2021 £
Social Economy	19,285	-	19,285	8,207
Sponsorships	-	-	-	300
Grant Income	37,480	19,339	56,819	36,287
	<u>56,765</u>	<u>19,339</u>	<u>76,104</u>	<u>44,794</u>
Analysis by fund				
Unrestricted funds	56,765	-	56,765	44,794
Restricted funds	-	19,339	19,339	-
	<u>56,765</u>	<u>19,339</u>	<u>76,104</u>	<u>44,794</u>
Performance related grants				
Arts Council NI Covid Grant	27,945	-	27,945	27,419
Belfast City Council Project	-	-	-	4,000
Department of Foreign Affairs	-	19,339	19,339	-
Community Foundation for NI Covid Grant	-	-	-	3,913
Other	9,535	-	9,535	955
	<u>37,480</u>	<u>19,339</u>	<u>56,819</u>	<u>36,287</u>

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Charitable activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Unrestricted 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £
Staff costs	-	124,509	124,509	24,833	72,845	97,678
Programme Costs	6,582	83,994	90,576	45,664	98,891	144,555
Hire of Equipment	450	-	450	-	-	-
General Expenses	558	-	558	-	894	894
Refund	-	-	-	-	4,701	4,701
	<u>7,590</u>	<u>208,503</u>	<u>216,093</u>	<u>70,497</u>	<u>177,331</u>	<u>247,828</u>
Share of support costs (see note 6)	30,647	51,486	82,133	1,501	88,236	89,737
Share of governance costs (see note 6)	363	4,000	4,363	-	2,550	2,550
	<u>38,600</u>	<u>263,989</u>	<u>302,589</u>	<u>71,998</u>	<u>268,117</u>	<u>340,115</u>
Analysis by fund						
Unrestricted funds	66,545	-	66,545	71,998	-	71,998
Restricted funds	(27,945)	263,989	236,044	-	268,117	268,117
	<u>38,600</u>	<u>263,989</u>	<u>302,589</u>	<u>71,998</u>	<u>268,117</u>	<u>340,115</u>

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

6 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Depreciation	11,667	-	11,667	10,116	-	10,116
Premises Expenses	34,220	-	34,220	41,514	-	41,514
Office Expenses	26,076	-	26,076	23,713	-	23,713
Travel Expenses	5,726	-	5,726	5,653	-	5,653
Insurance Costs	3,220	-	3,220	3,566	-	3,566
Finance Charges	452	-	452	271	-	271
Subscriptions	190	-	190	279	-	279
Marketing	152	-	152	593	-	593
Staff Expenses	-	-	-	4,032	-	4,032
General Expenses	430	-	430	-	-	-
Accountancy fees	-	4,020	4,020	-	2,400	2,400
Legal and professional	-	343	343	-	150	150
	<u>82,133</u>	<u>4,363</u>	<u>86,496</u>	<u>89,737</u>	<u>2,550</u>	<u>92,287</u>
Analysed between						
Charitable activities	<u>82,133</u>	<u>4,363</u>	<u>86,496</u>	<u>89,737</u>	<u>2,550</u>	<u>92,287</u>

Governance costs includes payments to the independent examiners of £4,020 (2021- £2,400) for independent examination fees.

7 Trustees

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

8 Employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
	3	3
	<u>3</u>	<u>3</u>
Employment costs	2022	2021
	£	£

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Employees (Continued)

Wages and salaries	76,446	64,542
Social security costs	39,409	24,546
Other pension costs	8,654	8,590
	<u>124,509</u>	<u>97,678</u>

No employees received remuneration of greater than £60,000 in the year.

9 Tangible fixed assets

	Office Equipment £	Fixtures and fittings £	Computer Equipment £	Music Equipment £	Total £
Cost					
At 1 January 2022	1,129	3,260	53,436	990	58,815
At 31 December 2022	<u>1,129</u>	<u>3,260</u>	<u>53,436</u>	<u>990</u>	<u>58,815</u>
Depreciation and impairment					
At 1 January 2022	824	2,191	28,595	990	32,600
Depreciation charged in the year	226	214	11,228	-	11,668
At 31 December 2022	<u>1,050</u>	<u>2,405</u>	<u>39,823</u>	<u>990</u>	<u>44,268</u>
Carrying amount					
At 31 December 2022	<u>79</u>	<u>855</u>	<u>13,613</u>	<u>-</u>	<u>14,547</u>
At 31 December 2021	<u>305</u>	<u>1,069</u>	<u>24,841</u>	<u>-</u>	<u>26,215</u>

10 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Other debtors	7,250	7,250
Prepayments and accrued income	2,320	2,283
	<u>9,570</u>	<u>9,533</u>

**NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS
COMMUNITY ARTS PARTNERSHIP**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

11 Loans and overdrafts

	2022	2021
	£	£
Bank overdrafts	158	-
	<u>158</u>	<u>-</u>
Payable within one year	158	-
	<u>158</u>	<u>-</u>

12 Creditors: amounts falling due within one year

	Notes	2022	2021
		£	£
Bank overdrafts	11	158	-
Other taxation and social security		2,801	2,199
Deferred income		-	19,339
Trade creditors		2,400	2,400
Accruals		2,400	2,400
		<u>7,759</u>	<u>26,338</u>
		<u>7,759</u>	<u>26,338</u>

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

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 2022
	Balance at 1 January 2021	Incoming resources	Resources expended	Balance at 1 January 2022	Incoming resources	Resources expended	
	£	£	£	£	£	£	£
ACNI Programme	-	48,298	(48,298)	-	-	-	-
ACNI Core	-	131,964	(131,964)	-	175,953	(175,953)	-
ACNI Equipment	835	8,460	(3,630)	5,665	-	(5,665)	-
Belfast City Council	7,250	29,000	(36,250)	-	29,000	(29,000)	-
Social Enterprise - Covid Grant	21,870	-	(21,870)	-	-	-	-
The Community Foundation - Brilliant Resilience	15,098	-	(15,098)	-	-	-	-
Belfast City Council- Covid Equipment Grant	-	15,277	(5,092)	10,185	-	(6,002)	4,183
Department of Foreign Affairs	-	6,000	(5,915)	85	19,339	(19,424)	-
	<u>45,053</u>	<u>238,999</u>	<u>(268,117)</u>	<u>15,935</u>	<u>224,292</u>	<u>(236,044)</u>	<u>4,183</u>

NEW BELFAST COMMUNITY ARTS INITIATIVE TRADING AS COMMUNITY ARTS PARTNERSHIP

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

14 Analysis of net assets between funds

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total 2021 £
Fund balances at 31 December 2022 are represented by:						
Tangible assets	10,364	4,183	14,547	10,365	15,850	26,215
Current assets/(liabilities)	44,591	-	44,591	54,041	85	54,126
	<u>54,955</u>	<u>4,183</u>	<u>59,138</u>	<u>64,406</u>	<u>15,935</u>	<u>80,341</u>

15 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022 £	2021 £
Within one year	25,610	25,610
Between two and five years	6,623	6,623
	<u>32,233</u>	<u>32,233</u>

16 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).