

PREMA

England & Wales · Charity number 1002269

Details

Status	Registered
Legal form	Charitable company
Company number	02589184
Registered	1991-03-20
Register	View on the Charity Commission register

Contact

Address Prema Arts Centre
South Street
Uley
Dursley
GL11 5SS

Phone 01453860703

Email info@prema.org.uk

Website www.prema.org.uk

Activities

Objects: ADVANCEMENT OF ADUCATION PARTICULARLY BY THE ENCOURAGING OF THE ARTS AND CRAFTS AND THE PROMOTION OF THOSE ACTIVITIES WHICH MAKE THEM RELEVANT TO THE COMMUNITY.

Activities: Prema exists to allow the community to interface with quality arts activities through a programme of creative opportunities and cultural expression.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research
- **What:** Education/training, Arts/culture/heritage/science
- **Who:** The General Public/mankind

Geography

- Gloucestershire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£157,412	£152,368	-	-
2024-03-31	£147,988	£156,560	-	-
2023-03-31	£178,731	£169,850	-	-
2022-03-31	£156,071	£148,746	-	-
2021-03-31	£130,781	£102,814	-	-

Trustees

Name	Role	Appointed
Atlanta Haley Paraskeva		2022-01-17
Corina Louise Coombs		2023-10-16
Dr SIMON OPPER		
Emily May Barker		2025-04-30
Janette Wallace		2022-10-17
KAREN HILLIARD		
LAURA NICHOLAS		
Melanie Ann-Hannah Paraskeva		2021-11-08
Richard Alun Edmunds		2023-10-16
Sophia Rosalind Price		2022-10-17

PREMA

England & Wales - Charity number 1002269

Accounts

Registered Charity Number
100269

Registered Company Number
2589184

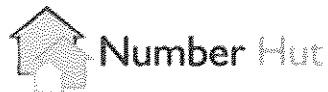
Prema

Company Limited by Guarantee

Report and Accounts

For The Year Ended

31 March 2025



Number Hut Limited
Chartered Certified Accountants
13 The Green, Uley, Dursley, Gloucestershire, GL11 5SN

Prema
Report and accounts
For the year ended 31 March 2025
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Prema
Report of the Council of Management
For the year ended 31 March 2025

Introduction

The Council of Management, who are also Directors for the purposes of the Companies Act, have pleasure in presenting their annual report and unaudited financial statements of the charity for the year ended 31 March 2025.

Reference and Administrative Information

Charity name Prema

Company Registration Number 2589184

Charity Registration Number 1002269

The Registered Office is Bethesda Chapel
Uley
Dursley
Gloucestershire
GL11 5SS

Council of Management Corina Coombs
Richard Edmunds
Karen Hilliard (member and Company secretary)
Laura Nicholas (Chair from 21 October 2024)
Dr Simon Opher
Atlanta Paraskava
Melanie Paraskava
Sophia Price
Janette Wallace

Emily Barker (appointed 28 April 2025)

Kim Lawrence (resigned 22 April 2024)
Katie Norton (resigned 21 October 2024, Chair to 21 October 2024)

Independent Examiner Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

Prema
Report of the Council of Management
For the year ended 31 March 2025

Structure, Governance and Management

The company is established as a company limited by guarantee and is registered with the Charity Commission. The affairs of the company are governed by its memorandum and articles of association. The liability of the members in the event of the company being wound up is limited to a sum not exceeding £1.00.

General

The former "Prema Project" existed to oversee the assets of the Prema Trust (shares and investments and their building, Bethesda Chapel, which is used by Prema for its business). During the Financial year 1996/7 the Prema Project took the decision to 'wind up' and to sign over all of its assets to Prema, thus making both the Chapel and the monies invested, the property of the trading company. At the AGM in November 1997, it was agreed the shares now owned by the company should be cashed in and the money be invested in the existing COIF account. This "nest egg" was then invested in the fabric of Bethesda Chapel as part of a major refurbishment programme in FY 2015/16.

Prema is overseen by a Council of Management - independent people who either have a specialist working knowledge in the area of Prema's trade, or those who have significant links/understanding of local politics and how Prema might be best positioned to enjoy a healthy, continued funding relationship with existing investors. The members receive no remuneration for their time investment in Prema - the Council does not take expenses, it relies solely on goodwill and belief in the mission of the organisation.

Recruitment and appointment of new members of the Council of Management

The Council of Management holds its AGM each Autumn. New members to the committee are actively recruited (via the existing board and/or staff). The Council of Management seeks to bring individuals onto the board who have a specialist knowledge or experience which would lend itself well to Prema's operation and plans for future development.

Objectives and Activities

Prema exists to allow the community to interface with quality arts activities through a programme of creative opportunities and cultural expression. The programme embraces an ambitious education programme of workshops, weekly classes and seminars as well as an impressive outreach programme which offers dynamic arts opportunities to schools and community & health organisations within Gloucestershire's administrative boundaries (and farther afield too).

In addition to its prominent education programme, Prema is a Centre of Excellence for contemporary and emerging artforms. Arts Council England - South West (Prema's largest single investor) has included this organisation in its portfolio of funded organisation (NPO – National Portfolio Organisation) in recognition of Prema's strategic developmental role for emerging artists and arts practices. This role is delivered via a programme of Performance, Physical Theatre, New Dance and Installation based visual art and all the hybrids between established and emerging artforms. ACE (SW) also maintains investment in Prema by way of supporting the full participatory and education programmes delivered by the Centre.

Prema
Report of the Council of Management
For the year ended 31 March 2025

Prema also receives grant funding from Stroud District Council, currently £5,000 per annum. It should be noted that the current investment is less than one third of the Council's investment in the mid 1990s. This action was taken due to the compulsion for all local authorities to dramatically reduce their investments and costs in the light of economic downturn and global recession. It is for this reason that Prema has sought to diversify its own earned income streams and to become less reliant on grant aid – however, the size of this organisation, its rural location and the ratio of quality vs. affordability means that Prema is (and will continue to be) unable to function without the investment from Arts Council England and other grant-making bodies.

Prema's administrative base is Bethesda Chapel, South Street, Uley, Dursley GL11 5SS. We promote a large number of events at the Centre itself, but we also have a growing demand to promote activities in other venues - often in partnership with other promoters. Our schools outreach programme is very popular and we (in accordance with suggestion from SDC) have worked in partnership with other venues and community organisations to offer affordable, accessible, robust creative programmes for members of the community (in its broadest context) and to promote developmental, challenging projects and events which respond to the cultural palette of the locality, but also to show tomorrow's mainstream today.

Achievements and Performance

Developments, Activities and Achievements during the year

2024-25 has maintained a path of marked uncertainty, not just for Prema but for the economy throughout the UK. From Prema's perspective, this uncertainty is most apparent when looking at levels of earned income in comparison to previous years. Household budgets are getting tighter by the month with soaring food prices, stagnating salary levels and almost every business needing to raise their costs, simply to stay afloat.

In previous years, much of our education and participatory programme operated at full capacity, turning a fairly profit each year. As FY 2024-25 has progressed, we have seen many of these activities barely covering their costs due to lower enrolments alongside a decision from this organisation to not drastically raise the prices of our activities (maintaining an affordable programme and to ensure that we're able to reach a broader, more diverse audience from across our whole community).

We have noticed an emerging pattern that people now leave booking tickets or enrolling on a class or workshop until the very last minute (sometimes, just 24 hours before the promoted event). This results in us needing to "hold our nerve" on a regular basis, hoping that the bookings will arrive in the final 10 days before the activity takes place.

This phenomenon is seen throughout the UK, especially with the smaller, independent venues such as our arts centre. The pattern is seen throughout Europe, USA and Canada, Australia etc. The way in which audiences engage with culture seems forever changed following the Covid pandemic in 2020/21 and now the cost of living emergency across the world.

Artists, makers & craftspeople are reporting that sales of their work to the public are at an all-time low (30%-50% down on 24 months ago) and those who are buying art seem to favour smaller, cheaper items.

**Prema
Report of the Council of Management
For the year ended 31 March 2025**

In November 2022, we learnt that our application to ACE for NPO (National Portfolio Organisation) funding had been successful and that we were to receive a standstill sum of £70,532 per year from April 2023 until March 2026, at which point we would need to reapply to maintain our place within the portfolio. As a direct result of the insecure economy, ACE has extended its commitment to NPOs until March 2027. Subsequently, this has been further extended to March 2028 (pending an application process in early 2026).

It should be acknowledged that a standstill in core investment from ACE, a standstill in funds from Stroud District Council and those funders demanding more from their investment, it can appear that arts organisations are forever needing to run faster, just to stand still (and in some case running faster to slowly slide backwards).

We continue to build relationships with other sectors to help extend Prema's reach, build new audiences and to bring new inward investment into this small, determined charity.

Prema, being a small and comparatively fleet-of-foot organisation can readily modify its operation to meet demand and experiment with methods of delivery. We continue to have a dedicated audience which enjoys and supports the diversity and breadth of our programme. In response to research and dialogue with our users, we seek to promote a greater number of shorter, significantly cheaper activities to attract larger, more reliable audiences. However, these require just as many staffing resources – once again, running faster to stand still. There is a feeling across the sector of “if we can just weather the storm until consumer confidence grows again ...” .

Right now, Prema is in the more-fortunate-than-many position that we have already streamlined every aspect of our expenditure to make the organisation as lean as possible, existing on just 2.2 staff (full-time equivalent) to manage a programme many times larger and more complex than other arts venues with 4 or 5 times the number of core staff.

Currently Prema's staffing structure is:

- * Artistic Director (full-time)
- * Education Officer (part-time – 0.6)
- * Technical Officer (part time – 0.4)
- * Book-keeper (part-time – 0.2)

Prema is proud to maintain a robust and successful programme of events which attracts over 70,000 people each year both in visiting our venue but also in our “peripatetic Prema” programme where we take our brand of “quality & innovation” out on the road to work in partnership with other organisations and in the heart of the community.

Going concern

As we experience trying financial times in the UK alongside an increasingly politicized culture, the certainty of continued core funds for Prema looks increasingly shaky. As reported above, Gloucestershire County Council have disinvested from all but their essential services and the stability of investments from Stroud District Council is somewhat fragile. The certainty of monies from Arts Council England matched with a reduction in staff working hours means that we can look forward to a future – one which is far from certain – but a future nonetheless.

Prema
Report of the Council of Management
For the year ended 31 March 2025

Risk

As highlighted above, the future looks uncertain. This is not particular to Prema – every arts organisation in England, Wales and Scotland is experiencing similar financial problems due to the effects of the pandemic. Prema is a relatively admin-light organisation. Being small and independent, it means that Prema can quickly and effectively change or adapt to the funding climate. Its brand is strong, its programme even stronger and we believe that through careful planning and robust communication with our peer organisations and funders, that we may still look forward to a long and healthy future.

Fundraising

Prema has continued to work with other arts organisations in the county to boost fundraising capacity and skills so that we are able to build projects and initiatives as well as exploring a more sustainable seam of income. We fundraise through a variety of means - a permanent collection box on site, personalised letters sent to those who are frequent users of the arts centre and also developing relationships with 'high-worth individuals' who have an established reputation as benefactors for particular creative or community-based projects.

Donations were minimal in the year to 31 March 2025, at a similar level to the prior year. All donations that were received in the year have been included within unrestricted funds.

Financial review

Reserves

The financial statements are set out on pages 9 to 22. As shown in the Statement of Financial Activities schedule, there has been net income in the year of £5,044 (year ended 31 March 2024: total net expenditure of £8,572).

In addition, there was net expenditure in the year of £8,332 (year ended 31 March 2024 : net £8,343) in expendable restricted funds/deferred income, as shown in note 18, relating to the amortisation of

All funds continue to have positive fund balances at the year end, with cumulative charity funds totalling £533,419 at 31 March 2025 (£536,707 at 31 March 2024).

The Council of Management consider unrestricted funds not committed or invested in tangible fixed assets held by the charity are adequate, and will continue to monitor transactions with the aim of retaining sufficient reserves for the future by both investigating ways of increasing income and reducing costs.

**Prema
Report of the Council of Management
For the year ended 31 March 2025**

Unrestricted funds

During the year ended 31 March 2025 there was net income of £8,935 in unrestricted funds (net expenditure of £4,681 in the previous year).

The movement from the net income can be considered as being attributed to modest increases in income from charitable activities, trading activities and other income, accompanied with savings where possible in expenditure. As noted last year, every aspect of expenditure has continued to be considered and reduced where possible.

Unrestricted funds held at 31 March 2025 totalled £124,448, increased from £115,513 held at the previous year end.

Restricted funds

Restricted funds comprise National Lottery funded assets, grant and donation funded building works, piano bursary and grant income received from Create Gloucestershire relating to the "Off we go" project and a UWE project.

There was net expenditure within restricted funds of £ 2,691 in restricted National Lottery and donation funded building works restricted funds, £8,332 in the expendable restricted fund/deferred income (see note 18) and £1,200 in endowment funds in the year. Net expenditure can be attributed to the continued depreciation of the fixed assets that were originally funded by restricted funds and the amortisation of restricted grants to match income or activity in the year.

Total restricted and endowment funds held at 31 March 2025 was £408,971, reduced from £421,194 held at 31 March 2024.

Specific changes in fixed assets

Changes in fixed assets are shown in detail in the notes to the accounts. There were no additions or disposals of fixed assets in the year.

Share capital

The company is limited by guarantee and therefore has no share capital.

Independent examiner

There has been no change of independent examiner during the year, which remains as Anita Buckley from Number Hut Limited.

Prema
Report of the Council of Management
For the year ended 31 March 2025

Statement of Responsibilities of the Council of Management

The Charities Act and the Companies Act require the Council of Management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business
- * state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;

The Council of Management are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council of Management are also responsible for the contents of the their report, and the responsibility of the independent examiner in relation to the Council of Managements' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

Method of preparation of accounts

The Council of Management have adopted the provisions of 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 "(FRS102) (effective 1 January 2019).

Approval

This report and the annual accounts were discussed at a meeting of the Council of Management and were approved by the Council of Management on 20 October 2025.



Karen Hilliard
Member of the Council of Management and Company Secretary
Date 11 December 2025

Prema
Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2025

I report on the financial statements of the Charity for the year ended 31 March 2025 which are set out on pages 10 to 22.

Respective responsibilities of Council of Management and examiner

The charity's Council of Management (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's Council of Management consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Charities Act), and that an independent examination is needed.

I am qualified to undertake the examination by being a qualified member of the Chartered Association of Certified Accountants.

Having satisfied myself that the charity is not subject to audit under company law, or otherwise, and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with general Directions given by the Charity Commission. An independent examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Council of Management concerning any such matters.

The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the next statement.

Prema
Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2025

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006 and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

Date 11 December 2025

Relevant professional qualification(s) or body:
FCCA (Fellow of the Association of Chartered Certified Accountants)

Prema
Statement of Financial Activities
for the year ended 31 March 2025

		Unrestricted funds	Restricted funds	Endowment funds	Total this year	Total last year
	Note	2025	2025	2025	2025	2024
		£	£	£	£	£
Income:						
Donations and legacies	3	78,403	-	-	78,403	78,892
Income from charitable activities	4	41,860	5,097	-	46,957	43,371
Income from trading activities	5	23,012	-	-	23,012	18,159
Investment income	6	862	-	-	862	578
Other income	7	500	7,678	-	8,178	6,988
Total income		144,637	12,775	-	157,412	147,988
Expenditure						
Costs of raising funds	8	10,143	-	-	10,143	10,562
Charitable activities	9	125,559	15,466	1,200	142,225	145,998
Other	11	-	-	-	-	-
Total expenditure		135,702	15,466	1,200	152,368	156,560
Net income/expenditure		8,935 -	2,691 -	1,200	5,044 -	8,572
Transfers between funds		-	-	-	-	-
Other recognised gains/(losses)		-	-	-	-	-
Net movement in funds	19	8,935 -	2,691 -	1,200	5,044 -	8,572
Reconciliation of funds						
Total funds brought forward		115,513	109,609	79,200	304,322	312,894
Total funds carried forward	19	124,448	106,918	78,000	309,366	304,322

The net movement in funds referred to above is the net incoming resources as defined in the SORP and is reconciled to the total funds as shown in the Balance Sheet on page 11 as required by the SORP.

All income and expenditure derives from continuing activities.

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

The notes on pages 12 to 22 form an integral part of these accounts.

Prema
Company number 2589184
Balance Sheet
as at 31 March 2025

	Note	Unrestricted funds 2025 £	Restricted funds 2025 £	Endowment funds 2025 £	Total this year 2025 £	Total last year 2024 £
Fixed assets						
Tangible assets	14	31,792	330,444	78,000	440,236	452,809
Current assets						
Stock	15	-	-	-	-	-
Debtors	16	6,117	-	-	6,117	3,587
Cash at bank and in hand		95,923	527	-	96,450	93,355
Total current assets		102,040	527	-	102,567	96,942
Liabilities						
Creditors: amounts falling due within one year	17	9,384	-	-	9,384	13,044
Net current assets/(liabilities)		92,656	527	-	93,183	83,898
Total net assets		124,448	330,971	78,000	533,419	536,707
Funds of the Charity						
Unrestricted funds		96,223			96,223	86,553
Designated funds		28,225			28,225	28,960
Expendable restricted fund/deferred income	18		224,053		224,053	232,385
Restricted income funds			106,918		106,918	109,609
Endowment funds				78,000	78,000	79,200
Total charity funds	19	124,448	330,971	78,000	533,419	536,707

For the financial year ended 31 March 2025, the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006, and no notice has been deposited under section 476 of the Act.

The Council of Management acknowledge their responsibility for ensuring that the charity keeps accounting records which comply with section 386 of the Act, and for preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the charity.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Statement of Recommended Practice applicable to charities.

Approved by the Council of Management on 20 October 2025 and signed on its behalf by



Laura Nicholas
Member of the Council of Management and Chair
Date 11 December 2025

The notes on pages 12 to 22 form an integral part of these accounts.

Prema
Notes to the Accounts
for the year ended 31 March 2025

1 Accounting policies

Basis of preparation of the accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities, the Financial Reporting Standard for Smaller Entities (FRS 102) and the Companies Act 2006.

Accounting convention

The financial statements are prepared, on a going concern basis, under the historical cost convention. Assets and liabilities are initially recognised at historical cost or transaction value, unless otherwise stated in the relevant accounting policy note(s).

Incoming Resources

Incoming resources are accounted for on a receivable basis.

Investment Income

Bank interest is included in the income and expenditure account on a receivable basis.

Grant Income

Fixed assets acquired with grant assistance are stated at cost and depreciated over their useful economic lives. The receipt of the grant is recorded as a restricted fund in the statement of financial activities. Depreciation charged on fixed assets purchased by grant money is shown as expenditure out of the restricted fund.

Recognition of liabilities

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the SORP.

Resources Expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Charitable expenditure includes both direct costs of the programmes and support costs relating to these activities. Governance costs include those costs incurred in the governance of the charity and its assets and are primarily those associated with constitutional and statutory requirements. Support costs include central functions and are those functions that assist the work of the charity but do not directly relate to charitable activities.

The allocation and apportionment of costs between charitable activities, governance and support costs is based on the use of each specific resource.

Fixed assets and depreciation

All tangible fixed assets are stated at historical cost less depreciation.

Website development costs have been capitalised as a tangible fixed asset in accordance with FRS 15 and UITF abstract 29. It is considered reasonably certain that the website will generate future economic benefit at least as great as the amount capitalised over its anticipated useful life of 5 years.

Prema
Notes to the Accounts
for the year ended 31 March 2025

1 Accounting policies, continued

Depreciation has been provided at the following rates in order to write off the assets (less their estimated residual value) over their estimated useful economic lives.

Freehold land	-
Buildings	2% straight line basis
Fixtures and fittings	20% reducing balance basis
Website	20% straight line basis

Stock

Stock is included at the lower of cost or net realisable value.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Taxation

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities.

Funds structure policy

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Restricted funds have been provided to the charity for particular purposes, and it is the policy of the board of trustees to carefully monitor the application of those funds in accordance with the restrictions placed upon them.

There is no formal policy of transfer between funds or on the allocation of funds to designated funds, other than that described above.

2 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Prema
Notes to the Accounts
for the year ended 31 March 2025

3 Income from donations and legacies

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Grants:				
Stroud District Council	5,000	-	5,000	5,000
Arts Council	70,532	-	70,532	70,532
	<u>75,532</u>	<u>-</u>	<u>75,532</u>	<u>75,532</u>
Friends membership	834	-	834	900
Donations	2,037	-	2,037	2,460
	<u>78,403</u>	<u>-</u>	<u>78,403</u>	<u>78,892</u>

4 Income from charitable activities

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Tickets for performances	11,917	-	11,917	12,118
Classes	16,270	-	16,270	13,196
Workshops	13,673	-	13,673	16,203
Create Gloucestershire "Off we go"	-	653	653	1,854
UWE Project	-	4,444	4,444	-
	<u>41,860</u>	<u>5,097</u>	<u>46,957</u>	<u>43,371</u>

5 Income from other trading activities

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Sale of dresser goods and seasonal	5,030	-	5,030	5,653
Sale of art	8,839	-	8,839	6,640
Rent income	6,338	-	6,338	5,240
Project management income	2,805	-	2,805	626
Create Gloucestershire - re interns	-	-	-	-
	<u>23,012</u>	<u>-</u>	<u>23,012</u>	<u>18,159</u>

Prema
Notes to the Accounts
for the year ended 31 March 2025

6 Investment Income

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Bank deposit interest received	862	-	862	578

7 Other income

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Capital grant amortisation	-	5,588	5,588	5,588
Revenue grant amortisation	-	-	-	900
Other revenue grant received	500	2,090	2,590	500
	<u>500</u>	<u>7,678</u>	<u>8,178</u>	<u>6,988</u>

8 Expenditure on raising funds

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Staff costs	10,143	-	10,143	10,562
Other fundraising expenses	-	-	-	-
	<u>10,143</u>	<u>-</u>	<u>10,143</u>	<u>10,562</u>

9 Expenditure on charitable activities

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Performance and events costs	9,414	-	9,414	10,747
Sale of art costs	3,342	-	3,342	-
Workshop costs	16,680	-	16,680	16,895
Staff costs - direct costs	33,810	-	33,810	35,207
Piano Bursary costs	-	2,090	2,090	900
Create Gloucestershire "Off we go"	-	653	653	1,854
UWE Project	-	4,444	4,444	-
	<u>63,246</u>	<u>7,187</u>	<u>70,433</u>	<u>65,603</u>
Governance costs	18,465	-	18,465	20,032
Support costs	43,848	9,479	53,327	60,363
	<u>125,559</u>	<u>16,666</u>	<u>142,225</u>	<u>145,998</u>

Prema
Notes to the Accounts
for the year ended 31 March 2025

10 Governance and support costs

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year total Funds 2024 £
Governance costs:				
Staff costs	10,142	-	10,142	10,563
Rates, insurance and licences	1,352	-	1,352	1,421
Heat, light and cleaning	2,898	-	2,898	3,948
Repairs and renewals	668	-	668	898
General office costs	1,944	-	1,944	1,685
Independent Examiner Services	850	-	850	850
Bank and card charges	611	-	611	667
	<u>18,465</u>	<u>-</u>	<u>18,465</u>	<u>20,032</u>
Support costs:				
Staff costs - support	13,524	-	13,524	14,082
Dresser and other materials costs	5,306	-	5,306	5,307
Catering costs	111	-	111	108
Marketing and advertising	856	-	856	2,929
Consultancy	-	-	-	-
Exhibitions costs	3,513	-	3,513	4,966
Travel	131	-	131	162
Heat, light and cleaning	6,762	-	6,762	9,213
Repairs and renewals	1,560	-	1,560	2,096
General office costs	4,408	-	4,408	3,936
Rates, insurance and licences	3,152	-	3,152	3,316
Other charitable expenditure	-	-	-	-
Bank and card charges	1,427	-	1,427	1,557
Depreciation of buildings	700	9,460	10,160	10,160
Depreciation of fixtures and fittings	2,398	19	2,417	2,531
Loss/(profit) on disposal of fixed asset	-	-	-	-
	<u>43,848</u>	<u>9,479</u>	<u>53,327</u>	<u>60,363</u>

The allocation and apportionment of costs between governance and support costs as set out above is based the use of each specific resource.

Prema
Notes to the Accounts
for the year ended 31 March 2025

11 Other expenditure

There were no items of expenditure that was neither related to raising funds for the charity, nor part of its expenditure on charitable activities.

12 Net income/expenditure for the year

	2025	2024
	£	£
The percentage of income accruing outside the United Kingdom was	-	-
The net income/expenditure for the year is stated after charging:		
Depreciation of owned fixed assets	12,577	12,691
Independent Examiner : Independent Examination	850	850

See note 20 for details of expenses paid to trustees or persons connected with them.

13 Staff costs and emoluments

	2025	2024
	£	£
Gross Salaries : staff	66,354	69,137
Employer's National Insurance	-	-
Employer's pension contributions	1,265	1,277
	<u>67,619</u>	<u>70,414</u>
Numbers of full time employees or full time equivalents	2025	2024
Engaged on charitable activities	1	1
Engaged on fundraising activities	1	1
Engaged on management and administration	1	1
	<u>3</u>	<u>3</u>

There were no employees with emoluments in excess of £60,000 per annum.

See note 20 for details of salary paid to trustees or persons connected with them.

Prema
Notes to the Accounts
for the year ended 31 March 2025

14 Tangible fixed assets

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Asset cost, valuation or revalued amount				
At 1 April 2024	538,007	106,399	15,456	659,862
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 March 2025	<u>538,007</u>	<u>106,399</u>	<u>15,456</u>	<u>659,862</u>
Accumulated depreciation and impairment provisions				
At 1 April 2024	91,440	100,157	15,456	207,053
Charge for the year	10,160	2,413	-	12,573
Eliminated on disposals	-	-	-	-
At 31 March 2025	<u>101,600</u>	<u>102,570</u>	<u>15,456</u>	<u>219,626</u>
Net book value				
At 31 March 2025	<u>436,407</u>	<u>3,829</u>	<u>-</u>	<u>440,236</u>
At 31 March 2024	<u>446,567</u>	<u>6,242</u>	<u>-</u>	<u>452,809</u>

All assets are used for direct charitable purposes and there are no inalienable or heritage assets.

There were no fixed asset additions in the year ended 31 March 2025.

Significant buildings additions took place in the year ended 31 March 2016 and are being depreciated over an estimated useful life of 50 years. The grants received to fund the building works have been included as deferred income (see note 18) and are also being amortised over the same 50 year period.

The historic buildings cost brought forward were also depreciated in the that year, on the same basis, assuming an estimated useful life of 50 years, and continue to do so.

15 Stock

	2025 £	2024 £
Goods held for sale	<u>-</u>	<u>-</u>

Prema
Notes to the Accounts
for the year ended 31 March 2025

16 Debtors

	2025 £	2024 £
Trade debtors	-	-
Other Debtors	3,811	1,454
Prepaid expenses	1,713	1,672
Accrued income	593	461
	<u>6,117</u>	<u>3,587</u>

17 Creditors: amounts falling due within one year

	2025 £	2024 £
Trade creditors	822	826
Accrued expenses	5,367	4,355
Deferred income	2,399	7,009
Taxation and social security	616	610
Other creditors	180	244
	<u>9,384</u>	<u>13,044</u>

18 Expendable restricted fund/deferred income

	At 1 April 2024 £	Received in the year £	Amortisation charge £	At 31 March 2025 £
Capital grants:				
Summerfield Charitable Trust	24,600	-	600	24,000
Gloucestershire Environmental Trust	27,313	-	666	26,647
Arts Council England	177,239	-	4,323	172,916
Revenue grants:				
Piano bursary	2,580	-	2,090	490
Create Gloucestershire "Off we go"	653	-	653	-
UWE Project	-	4,444	4,444	-
	<u>232,385</u>	<u>4,444</u>	<u>12,776</u>	<u>224,053</u>

Grants of a capital nature were received in the year ended 31 March 2016. They have been included in the balance sheet as deferred income and are being written off over the life of the assets to which the grants relate. Amortisation of the grants has been calculated at 2%, writing off the grants over a period of 50 years, matching the depreciation of the building works.

A revenue grant was received in the year ended 31 March 2019, which is to be used to provide piano lessons to children who otherwise would not be able to afford them. The income is being amortised matching the costs of the piano lessons.

Prema
Notes to the Accounts
for the year ended 31 March 2025

19 Movements in and analysis of Funds

	At 1 April 2024 £	Incoming resources £	Outgoing resources £	At 31 March 2025 £
Unrestricted Funds	115,513	144,637	- 135,702	124,448
Restricted Funds	109,605	-	- 2,687	106,918
Expendable restricted/deferred income	232,387	4,444	- 12,775	224,056
Endowment Funds	79,200	-	- 1,200	78,000
Total Funds	536,705	149,081	- 152,364	533,422

Unrestricted funds included above can be further analysed as:

	General unrestricted £	Designated funds £	Total unrestricted £
Income	144,637	-	144,637
Expenditure	- 134,967	- 735	- 135,702
Net income/ expenditure in the year	9,670	- 735	8,935
Funds brought forward	86,553	28,960	115,513
Funds carried forward	96,223	28,225	124,448

The Council of Management designated the balance held at 31 March 2014 in a COIF Charities Deposit Fund account as to be used for the specific purpose of the planned future building works. The building work took place in the year to 31 March 2016. The outgoing resources figure above

Restricted funds can be further analysed as:

	At 1 April 2024 £	Grants received £	SOFA Net income/ expenditure £	At 31 March 2025 £
Restricted Funds				
National Lottery Project	66,384	-	- 1,632	64,752
Donation funded 2015/16 build works	43,221	-	- 1,055	42,166
	<u>109,605</u>	<u>-</u>	<u>- 2,687</u>	<u>106,918</u>
Expendable restricted/deferred income				
Grant funded 2015/16 build works	229,154	-	- 5,588	223,566
Piano bursary	2,580	-	- 2,090	490
Create Gloucestershire "Off we go"	653	-	- 653	-
UWE Project	-	4,444	- 4,444	-
	<u>232,387</u>	<u>4,444</u>	<u>- 12,775</u>	<u>224,056</u>
Endowment Funds				
Bethseda Chapel	79,200	-	- 1,200	78,000

The National Lottery project relates to capital assets acquired out of restricted funds received in an earlier year, and which are subject to the depreciation policy applying to the category of asset

Prema
Notes to the Accounts
for the year ended 31 March 2025

19 Movements in and analysis of Funds, continued

See note 18 for further details regarding the capital grants received.

Restricted funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
National Lottery Project				
Depreciation of buildings	-	-	1,617	
Depreciation of fixtures and fittings	-	-	15	
	<u>-</u>	<u>-</u>	<u>1,632</u>	<u>- 1,632</u>
Grant funded 2015/16 build works				
Capital grant amortisation	-	5,588	-	
Depreciation of buildings	-	-	5,588	
	<u>-</u>	<u>5,588</u>	<u>5,588</u>	<u>-</u>
Donation funded 2015/16 build works				
Depreciation of buildings	-	-	1,055	
	<u>-</u>	<u>-</u>	<u>1,055</u>	<u>- 1,055</u>
Expendable restricted/deferred income : piano bursary				
Revenue grant amortisation	-	2,090	-	
Piano bursary costs	-	-	2,090	
	<u>-</u>	<u>2,090</u>	<u>2,090</u>	<u>-</u>
Expendable restricted/deferred income : "Off we go"				
Revenue grant amortisation	-	653	-	
"Off we go" expenses	-	-	653	
	<u>-</u>	<u>653</u>	<u>653</u>	<u>-</u>
Expendable restricted/deferred income : UWE Project				
Revenue grant amortisation	-	4,444	-	
"Off we go" expenses	-	-	4,444	
	<u>-</u>	<u>4,444</u>	<u>4,444</u>	<u>-</u>
Total of all restricted funds	<u>-</u>	<u>12,775</u>	<u>15,462</u>	<u>- 2,687</u>

Restricted endowment funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
Endowment fund				
Depreciation of buildings	-	-	1,200	
	<u>-</u>	<u>-</u>	<u>1,200</u>	<u>- 1,200</u>

20 Related party transactions

Transactions with Council of Management/Directors

No members of the Council of Management/Directors have been paid any remuneration or received any other benefits from employment with the charity or a related entity during the year.

Disclosable transactions that took place during the year:

Karen Hilliard	
Relationship : member of the Council of Management and Company Secretary	£
Included in expenditure on charitable activities : dresser, and other materials costs	152

The above transaction is considered to have been made at arms length and on normal contractual terms

There was no balance outstanding at the year end.

Transactions with key management personnel

The Council of Management consider there is one employee who can be considered as key management personnel. That employee received a salary (included in the figures in note 13), the reimbursement of expenses paid for personally, and a payment of £2,090 (prior year £900) of self employment income in respect of piano lessons provided in accordance with the restricted piano bursary funds. The transaction is considered to have been made at arms length and on normal contractual terms.

There were no other transactions with, nor year end balances outstanding with, any other related party.

PREMA

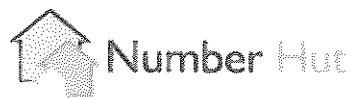
England & Wales - Charity number 1002269

Accounts

Registered Charity Number
1002269

Registered Company Number
2589184

Prema
Company Limited by Guarantee
Report and Accounts
For The Year Ended
31 March 2024



Number Hut Limited
Chartered Certified Accountants
13 The Green, Uley, Dursley, Gloucestershire, GL11 5SN

Prema

Report and accounts

For the year ended 31 March 2024

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**Prema
Report of the Council of Management
For the year ended 31 March 2024**

Introduction

The Council of Management, who are also Directors for the purposes of the Companies Act, have pleasure in presenting their annual report and unaudited financial statements of the charity for the year ended 31 March 2024.

Reference and Administrative Information

Charity name Prema

Company Registration Number 2589184

Charity Registration Number 1002269

The Registered Office is Bethesda Chapel
Uley
Dursley
Gloucestershire
GL11 5SS

Council of Management Corina Coombs (appointed 16 October 2023)
Richard Edmunds (appointed 16 October 2023)
Karen Hilliard (member and Company secretary)
Laura Nicholas (Chair from 21 October 2024)
Dr Simon Opher
Atlanta Paraskava
Melanie Paraskava
Sophia Price
Janette Wallace

Simon Fisher (resigned 16 October 2023)
Kenneth Lush (resigned 31 July 2023)
Kim Lawrence (resigned 22 April 2024)
Katie Norton (resigned 21 October 2024, Chair to 21 October 2024)

Independent Examiner Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

Prema
Report of the Council of Management
For the year ended 31 March 2024

Structure, Governance and Management

The company is established as a company limited by guarantee and is registered with the Charity Commission. The affairs of the company are governed by its memorandum and articles of association. The liability of the members in the event of the company being wound up is limited to a sum not exceeding £1.00.

General

The former "Prema Project" existed to oversee the assets of the Prema Trust (shares and investments and their building, Bethesda Chapel, which is used by Prema for its business). During the Financial year 1996/7 the Prema Project took the decision to 'wind up' and to sign over all of its assets to Prema, thus making both the Chapel and the monies invested, the property of the trading company. At the AGM in November 1997, it was agreed the shares now owned by the company should be cashed in and the money be invested in the existing COIF account. This "nest egg" was then invested in the fabric of Bethesda Chapel as part of a major refurbishment programme in FY 2015/16.

Prema is overseen by a Council of Management - independent people who either have a specialist working knowledge in the area of Prema's trade, or those who have significant links/understanding of local politics and how Prema might be best positioned to enjoy a healthy, continued funding relationship with existing investors. The members receive no remuneration for their time investment in Prema - the Council does not take expenses, it relies solely on goodwill and belief in the mission of the organisation.

Recruitment and appointment of new members of the Council of Management

The Council of Management holds its AGM each Autumn. New members to the committee are actively recruited (via the existing board and/or staff). The Council of Management seeks to bring individuals onto the board who have a specialist knowledge or experience which would lend itself well to Prema's operation and plans for future development.

Objectives and Activities

Prema exists to allow the community to interface with quality arts activities through a programme of creative opportunities and cultural expression. The programme embraces an ambitious education programme of workshops, weekly classes and seminars as well as an impressive outreach programme which offers dynamic arts opportunities to schools and community & health organisations within Gloucestershire's administrative boundaries (and farther afield too).

In addition to its prominent education programme, Prema is a Centre of Excellence for contemporary and emerging artforms. Arts Council England - South West (Prema's largest single investor) has included this organisation in its portfolio of funded organisation (NPO – National Portfolio Organisation) in recognition of Prema's strategic developmental role for emerging artists and arts practices. This role is delivered via a programme of Performance, Physical Theatre, New Dance and Installation based visual art and all the hybrids between established and emerging artforms. ACE (SW) also maintains investment in Prema by way of supporting the full participatory and education programmes delivered by the Centre.

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Report of the Council of Management
For the year ended 31 March 2024

Prema also receives grant funding from Stroud District Council, currently £5,000 per annum. It should be noted that the current investment is less than one third of the Council's investment in the mid 1990s. This action was taken due to the compulsion for all local authorities to dramatically reduce their investments and costs in the light of economic downturn and global recession. It is for this reason that Prema has sought to diversify its own earned income streams and to become less reliant on grant aid – however, the size of this organisation, its rural location and the ratio of quality vs. affordability means that Prema is (and will continue to be) unable to function without the investment from Arts Council England and other grant-making bodies.

Prema's administrative base is Bethesda Chapel, South Street, Uley, Dursley GL11 5SS. We promote a large number of events at the Centre itself, but we also have a growing demand to promote activities in other venues - often in partnership with other promoters. Our schools outreach programme is very popular and we (in accordance with suggestion from SDC) have worked in partnership with other venues and community organisations to offer affordable, accessible, robust creative programmes for members of the community (in its broadest context) and to promote developmental, challenging projects and events which respond to the cultural palette of the locality, but also to show tomorrow's mainstream today.

Achievements and Performance

Developments, Activities and Achievements during the year

2023-24 has maintained the path of frustrating uncertainty, not just for Prema but for the economy throughout the UK. This precarious situation can be attributed to a slow-growing sense of confidence in people once again engaging with leisure activities following the pandemic. But the apprehension around the virus has been far overshadowed by the cost-of-living emergency. From the latter part of the summer of 2022, the UK press foretold of soaring energy prices and the burgeoning cost of putting food on the table for every household. This created a knee-jerk reaction with most families exploring ways of economising on everything but the essentials.

This phenomenon has continued to gather pace, resulting in some of Prema's more lucrative promotions (the creative education programme of workshops and classes) invariably running on lower enrolments, just covering their costs (prior to cost-of-living emergency, these were running at full capacity).

Another characteristic of life post-pandemic is the number of audience members who request to cancel their reservation at the last moment, asking for refunds. This creates additional work to resell tickets at the eleventh hour, which we are often unable to do; resulting in a formerly sold-out activity only just covering its costs and, in some cases, incurring a financial loss. Our charity has amended its policy surrounding refunds to mitigate the impact of (and minimise the incidence of) last minute cancellations and people changing their minds.

Across the country, artists are reporting that sales of their work to the public are at an all-time low and those who are buying art are now electing to purchase smaller, cheaper items.

Prema
Report of the Council of Management
For the year ended 31 March 2024

In November 2022, we learnt that our application to ACE for NPO (National Portfolio Organisation) funding had been successful and that we were to receive a standstill sum of £70,532 per year from April 2023 until March 2026, at which point we will need to reapply to maintain our place within the portfolio. As a direct result of the shaky economy and its brutal impact upon the creative industries, ACE has advised that it intends to open applications to extend these funding contracts by one additional year to afford organisations a degree of confidence of inward investment whilst the economy (hopefully) makes a recovery.

It should be acknowledged that a standstill in core investment from ACE, a standstill in funds from Stroud District Council and those funders demanding more and more from their investment, it can appear that arts organisations are forever needing to run faster, just to stand still (and in some case running faster to slowly slide backwards).

Over the past 15 years, funders have compelled every organisation to maximise it earned income. Many are in the position where the fragility of the economy (and the attributed consumer confidence) matched with standstill investments and ever-soaring costs, plus demands for increased fees countered by the apprehension of passing those rising costs onto the customer ... combine to create a somewhat fractured sector.

In the past, modifying the centre's activities to become more project-focused through investment for delivering community-based activities, often in arts & health, has helped us to reach new audiences and to attract new streams of investment from NHS charitable funds and, more broadly, charitable trusts. These opportunities are significantly more limited these days and the competition for them is fierce. We continue to build relationships with other sectors to help extend Prema's reach and to bring new inward investment into this small, determined charity.

Prema, being a small and relatively fleet-of-foot organisation can (comparatively) quickly modify its operation to meet demand and experiment with methods of delivery. We continue to have a dedicated audience who enjoy and support the diversity and breadth of our programme.

We have streamlined every aspect of our expenditure to make the organisation as lean as possible, still existing on 2.2 staff (full-time equivalent) to manage a programme many times larger and more complex than other arts venues with 4 or 5 times the number of core staff.

Currently Prema's staffing structure is:

Artistic Director (full-time)
Education Officer (part-time – 0.6)
Technical Officer (part time – 0.4)
Book-keeper (part-time – 0.2)

In addition to the current structure, there was a Marketing Officer (part-time - 0.6) was that was in post between April and August of FY2023/24. The Council of Management elected to not replace that role from September 2023 in order to exercise caution with ever-rising costs and lack of spending confidence from the public with spiralling costs of living.

We are still proud to offer an affordable programme of events which attract over 74,000 people each year both in visiting our venue but also in our "peripatetic Prema" programme where we take our brand of "quality & innovation" out on the road to work in partnership with other organisations and in the heart of the community.

Prema
Report of the Council of Management
For the year ended 31 March 2024

Going concern

As we experience trying financial times in the UK alongside an increasingly politicized culture, the certainty of continued core funds for Prema looks increasingly shaky. As reported above, Gloucestershire County Council have disinvested from all but their essential services and the stability of investments from Stroud District Council is somewhat fragile. The certainty of monies from Arts Council England matched with a reduction in staff working hours means that we can look forward to a future – one which is far from certain – but a future nonetheless.

Risk

As highlighted above, the future looks uncertain. This is not particular to Prema – every arts organisation in England, Wales and Scotland is experiencing similar financial problems due to the effects of the pandemic. Prema is a relatively admin-light organisation. Being small and independent, it means that Prema can quickly and effectively change or adapt to the funding climate. Its brand is strong, its programme even stronger and we believe that through careful planning and robust communication with our peer organisations and funders, that we may still look forward to a long and healthy future.

Fundraising

Prema has continued to work with other arts organisations in the county to boost fundraising capacity and skills so that we are able to build projects and initiatives as well as exploring a more sustainable seam of income. We fundraise through a variety of means - a permanent collection box on site, personalised letters sent to those who are frequent users of the arts centre and also developing relationships with 'high-worth individuals' who have an established reputation as benefactors for particular creative or community-based projects.

Donations were minimal in the year to 31 March 2024, at a similar level to the prior year. All donations that were received in the year have been included within unrestricted funds.

Financial review

The financial statements are set out on pages 9 to 22. As shown in the Statement of Financial Activities schedule, there has been net expenditure in the year of £8,572 (year ended 31 March 2023: total net income of £8,881).

The movement from the net income to net expenditure can be considered as being attributed to the reduction in reported grant income. The prior year figure included £17,315 from Arts Council England that was a delayed receipt relating to FY 2021/22, due to late quarterly reporting to the funder. The receipts from Arts Council England in 2023/24 totalled £70,532, which is the expected contracted annual amount.

Income in 2023/24 from both Trading Activities and Charitable Activities were also lower than in 2022/23 (by £6,711 and £7,618 respectively). This was somewhat matched by reductions in expenditure, as noted above where every aspect of expenditure has been considered and reduced where possible - without which the in-year deficit could have been considerably greater.

**Prema
Report of the Council of Management
For the year ended 31 March 2024**

Reserves

Despite the in-year deficit, all funds continue to have positive fund balances at the year end, with cumulative charity funds totalling £536,707 (£553,622 at 31 March 2023).

The Council of Management consider unrestricted funds not committed or invested in tangible fixed assets held by the charity are adequate, and will continue to monitor transactions with the aim of retaining sufficient reserves for the future by both investigating ways of increasing income and reducing costs.

Unrestricted funds

During the year ended 31 March 2024 there was net expenditure of £4,681 (net income of £12,776 in the previous year).

Unrestricted funds held at 31 March 2024 totalled £115,513, decreased from £120,194 held at the previous year end. As reported in the main financial review, the prior year in-year movement was artificially swelled by a deferred quarterly payment from Arts Council England (£17,315) that was originally due in FY21/22 which arrived in FY22/23.

Restricted funds

Restricted funds comprise National Lottery funded assets, grant and donation funded building works a piano bursary and grant income received from Create Gloucestershire relating to the "Off we go" project.

There was net expenditure within restricted funds of £2,691 in the year, and £1,200 endowment funds, relating to the continued depreciation of the historic buildings cost.

Specific changes in fixed assets

Changes in fixed assets are shown in detail in the notes to the accounts. There were no additions or disposals of fixed assets in the year.

Share capital

The company is limited by guarantee and therefore has no share capital.

Independent examiner

There has been no change of independent examiner during the year, which remains as Anita Buckley from Number Hut Limited.

**Prema
Report of the Council of Management
For the year ended 31 March 2024**

Statement of Responsibilities of the Council of Management

The Charities Act and the Companies Act require the Council of Management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed , subject to any material departures disclosed and explained in the financial statements;

The Council of Management are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

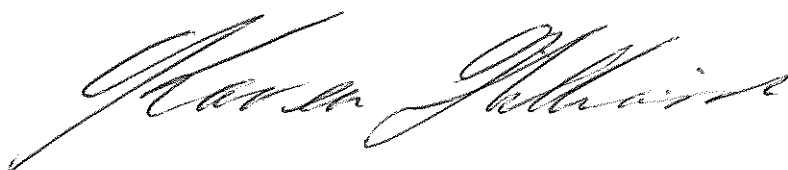
The Council of Management are also responsible for the contents of the their report, and the responsibility of the independent examiner in relation to the Council of Managements' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

Method of preparation of accounts

The Council of Management have adopted the provisions of 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 "(FRS102) (effective 1 January 2019).

Approval

This report and the annual accounts were discussed at a meeting of the Council of Management and were approved by the Council of Management on date 21 October 2024.



Karen Hilliard
Member of the Council of Management and Company Secretary
Date 19 November 2024

Prema

**Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2024**

I report on the financial statements of the Charity for the year ended 31 March 2024 which are set out on pages 10 to 22.

Respective responsibilities of Council of Management and examiner

The charity's Council of Management (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's Council of Management consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Charities Act), and that an independent examination is needed.

I am qualified to undertake the examination by being a qualified member of the Chartered Association of Certified Accountants.

Having satisfied myself that the charity is not subject to audit under company law, or otherwise, and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with general Directions given by the Charity Commission. An independent examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Council of Management concerning any such matters.

The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the next statement.

Prema
Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2024

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006 and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

Date 19 November 2024

Relevant professional qualification(s) or body: FCCA (Fellow of the Association of Chartered Certified Accountants)

Prema
Statement of Financial Activities
for the year ended 31 March 2024

	Note	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total this year 2024 £	Total last year 2023 £
Income:						
Donations and legacies	3	78,892	-	-	78,892	95,651
Income from charitable activities	4	41,517	1,854	-	43,371	50,989
Income from trading activities	5	18,159	-	-	18,159	24,870
Investment income	6	578	-	-	578	158
Other income	7	500	6,488	-	6,988	7,063
Total income		139,646	8,342	-	147,988	178,731
Expenditure						
Costs of raising funds	8	10,562	-	-	10,562	12,437
Charitable activities	9	133,765	11,033	1,200	145,998	157,413
Other	11	-	-	-	-	-
Total expenditure		144,327	11,033	1,200	156,560	169,850
Net income/expenditure	-	4,681	-	1,200	-	8,881
Transfers between funds		-	-	-	-	-
Other recognised gains/(losses)		-	-	-	-	-
Net movement in funds	19	-	4,681	-	2,691	-
Reconciliation of funds						
Total funds brought forward		120,194	112,300	80,400	312,894	304,013
Total funds carried forward	19	115,513	109,609	79,200	304,322	312,894

The net movement in funds referred to above is the net incoming resources as defined in the SORP and is reconciled to the total funds as shown in the Balance Sheet on page 11 as required by the SORP.

All income and expenditure derives from continuing activities.

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

The notes on pages 12 to 22 form an integral part of these accounts.

Prema
Company number 2589184
Balance Sheet
as at 31 March 2024

	Note	Unrestricted funds 2024 £	Restricted funds 2024 £	Endowment funds 2024 £	Total this year 2024 £	Total last year 2023 £
Fixed assets						
Tangible assets	14	34,892	338,717	79,200	452,809	465,500
Current assets						
Stock	15	-	-	-	-	-
Debtors	16	3,587	-	-	3,587	3,775
Cash at bank and in hand		90,078	3,277	-	93,355	93,185
Total current assets		93,665	3,277	-	96,942	96,960
Liabilities						
Creditors: amounts falling due within one year	17	13,044	-	-	13,044	8,838
Net current assets/(liabilities)		80,621	3,277	-	83,898	88,122
Total net assets		115,513	341,994	79,200	536,707	553,622
Funds of the Charity						
Unrestricted funds		86,553			86,553	90,489
Designated funds		28,960			28,960	29,705
Expendable restricted fund/deferred income	18		232,385		232,385	240,728
Restricted income funds			109,609		109,609	112,300
Endowment funds				79,200	79,200	80,400
Total charity funds	19	115,513	341,994	79,200	536,707	553,622

For the financial year ended 31 March 2024, the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006, and no notice has been deposited under section 476 of the Act.

The Council of Management acknowledge their responsibility for ensuring that the charity keeps accounting records which comply with section 386 of the Act, and for preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the charity.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Statement of Recommended Practice applicable to charities.

Approved by the Council of Management on 21 October 2024 and signed on its behalf by



Laura Nicholas
Member of the Council of Management and Chair
Date 19 November 2024

The notes on pages 12 to 22 form an integral part of these accounts.

Prema
Notes to the Accounts
for the year ended 31 March 2024

1 Accounting policies

Basis of preparation of the accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities, the Financial Reporting Standard for Smaller Entities (FRS 102) and the Companies Act 2006.

Accounting convention

The financial statements are prepared on a going concern basis, under the historical cost convention. Assets and liabilities are initially recognised at historical cost or transaction value, unless otherwise stated in the relevant accounting policy note(s).

Incoming Resources

Incoming resources are accounted for on a receivable basis.

Investment Income

Bank interest is included in the income and expenditure account on a receivable basis.

Grant Income

Fixed assets acquired with grant assistance are stated at cost and depreciated over their useful economic lives. The receipt of the grant is recorded as a restricted fund in the statement of financial activities. Depreciation charged on fixed assets purchased by grant money is shown as expenditure out of the restricted fund.

Recognition of liabilities

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the SORP.

Resources Expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Charitable expenditure includes both direct costs of the programmes and support costs relating to these activities. Governance costs include those costs incurred in the governance of the charity and its assets and are primarily those associated with constitutional and statutory requirements. Support costs include central functions and are those functions that assist the work of the charity but do not directly relate to charitable activities.

The allocation and apportionment of costs between charitable activities, governance and support costs is based on the use of each specific resource.

Fixed assets and depreciation

All tangible fixed assets are stated at historical cost less depreciation.

Website development costs have been capitalised as a tangible fixed asset in accordance with FRS 15 and UITF abstract 29. It is considered reasonably certain that the website will generate future economic benefit at least as great as the amount capitalised over its anticipated useful life of 5 years.

Prema
Notes to the Accounts
for the year ended 31 March 2024

1 Accounting policies, continued

Depreciation has been provided at the following rates in order to write off the assets (less their estimated residual value) over their estimated useful economic lives.

Freehold land	-
Buildings	2% straight line basis
Fixtures and fittings	20% reducing balance basis
Website	20% straight line basis

Stock

Stock is included at the lower of cost or net realisable value.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Taxation

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities.

Funds structure policy

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Restricted funds have been provided to the charity for particular purposes, and it is the policy of the board of trustees to carefully monitor the application of those funds in accordance with the restrictions placed upon them.

There is no formal policy of transfer between funds or on the allocation of funds to designated funds, other than that described above.

2 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Prema
Notes to the Accounts
for the year ended 31 March 2024

3 Income from donations and legacies

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Grants:				
Stroud District Council	5,000	-	5,000	5,000
Arts Council	70,532	-	70,532	87,847
	<u>75,532</u>	<u>-</u>	<u>75,532</u>	<u>92,847</u>
Friends membership	900	-	900	510
Donations	2,460	-	2,460	2,294
	<u>78,892</u>	<u>-</u>	<u>78,892</u>	<u>95,651</u>

4 Income from charitable activities

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Tickets for performances	12,118	-	12,118	9,253
Classes	13,196	-	13,196	12,655
Workshops	16,203	-	16,203	20,088
Create Gloucestershire "Off we go"	-	1,854	1,854	8,993
	<u>41,517</u>	<u>1,854</u>	<u>43,371</u>	<u>50,989</u>

5 Income from other trading activities

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Sale of dresser goods and seasonal	5,653	-	5,653	3,400
Sale of art	6,640	-	6,640	4,952
Rent income	5,240	-	5,240	5,818
Project management income	626	-	626	-
Create Gloucestershire - re interns	-	-	-	10,700
	<u>18,159</u>	<u>-</u>	<u>18,159</u>	<u>24,870</u>

Prema
Notes to the Accounts
for the year ended 31 March 2024

6 Investment Income

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Bank deposit interest received	578	-	578	158

7 Other income

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Capital grant amortisation	-	5,588	5,588	5,588
Revenue grant amortisation	-	900	900	975
Other revenue grant received	500	-	500	500
	<u>500</u>	<u>6,488</u>	<u>6,988</u>	<u>7,063</u>

8 Expenditure on raising funds

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Staff costs	10,562	-	10,562	12,437
Other fundraising expenses	-	-	-	-
	<u>10,562</u>	<u>-</u>	<u>10,562</u>	<u>12,437</u>

9 Expenditure on charitable activities

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Performance and events costs	10,747	-	10,747	7,924
Workshop costs	16,895	-	16,895	17,442
Staff costs - direct costs	35,207	-	35,207	41,458
Piano Bursary costs	-	900	900	975
Create Gloucestershire "Off we go"	-	1,854	1,854	8,993
	<u>62,849</u>	<u>2,754</u>	<u>65,603</u>	<u>76,792</u>
Governance costs	20,032	-	20,032	21,199
Support costs	50,884	9,479	60,363	59,422
	<u>133,765</u>	<u>12,233</u>	<u>145,998</u>	<u>157,413</u>

Prema
Notes to the Accounts
for the year ended 31 March 2024

10 Governance and support costs

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Last year total Funds 2023 £
Governance costs:				
Staff costs	10,563	-	10,563	12,437
Rates, insurance and licences	1,421	-	1,421	1,455
Heat, light and cleaning	3,948	-	3,948	3,408
Repairs and renewals	898	-	898	766
General office costs	1,685	-	1,685	1,672
Independent Examiner Services	850	-	850	850
Bank and card charges	667	-	667	611
	<u>20,032</u>	<u>-</u>	<u>20,032</u>	<u>21,199</u>
Support costs:				
Staff costs - support	14,082	-	14,082	16,583
Dresser and other materials costs	5,307	-	5,307	4,991
Catering costs	108	-	108	233
Marketing and advertising	2,929	-	2,929	810
Consultancy	-	-	-	1,561
Exhibitions costs	4,966	-	4,966	4,222
Travel	162	-	162	496
Heat, light and cleaning	9,213	-	9,213	7,952
Repairs and renewals	2,096	-	2,096	1,786
General office costs	3,936	-	3,936	3,920
Rates, insurance and licences	3,316	-	3,316	3,395
Other charitable expenditure	-	-	-	20
Bank and card charges	1,557	-	1,557	1,425
Depreciation of buildings	700	9,460	10,160	10,160
Depreciation of fixtures and fittings	2,512	19	2,531	2,716
Loss/(profit) on disposal of fixed asset	-	-	-	144
	<u>50,884</u>	<u>9,479</u>	<u>60,363</u>	<u>59,422</u>

The allocation and apportionment of costs between governance and support costs as set out above is based the use of each specific resource.

Prema
Notes to the Accounts
for the year ended 31 March 2024

11 Other expenditure

There were no items of expenditure that was neither related to raising funds for the charity, nor part of its expenditure on charitable activities.

12 Net income/expenditure for the year

	2024	2023
	£	£
The percentage of income accruing outside the United Kingdom was	-	-
The net income/expenditure for the year is stated after charging:		
Depreciation of owned fixed assets	12,691	12,876
Independent Examiner : Independent Examination	850	850

See note 20 for details of expenses paid to trustees or persons connected with them.

13 Staff costs and emoluments

	2024	2023
	£	£
Gross Salaries : staff	69,285	81,786
Employer's National Insurance	-	-
Employer's pension contributions	1,129	1,129
	<u>70,414</u>	<u>82,915</u>
Numbers of full time employees or full time equivalents	2024	2023
Engaged on charitable activities	1	1
Engaged on fundraising activities	1	1
Engaged on management and administration	1	2
	<u>3</u>	<u>4</u>

There were no employees with emoluments in excess of £60,000 per annum.

See note 20 for details of salary paid to trustees or persons connected with them.

Prema
Notes to the Accounts
for the year ended 31 March 2024

14 Tangible fixed assets

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Asset cost, valuation or revalued amount				
At 1 April 2023	538,007	106,399	15,456	659,862
Additions	-	-	-	-
Disposals	-	-	-	-
At 31 March 2024	<u>538,007</u>	<u>106,399</u>	<u>15,456</u>	<u>659,862</u>
Accumulated depreciation and impairment provisions				
At 1 April 2023	81,280	97,626	15,456	194,362
Charge for the year	10,160	2,531	-	12,691
Eliminated on disposals	-	-	-	-
At 31 March 2024	<u>91,440</u>	<u>100,157</u>	<u>15,456</u>	<u>207,053</u>
Net book value				
At 31 March 2024	<u>446,567</u>	<u>6,242</u>	<u>-</u>	<u>452,809</u>
At 31 March 2023	<u>456,727</u>	<u>8,773</u>	<u>-</u>	<u>465,500</u>

All assets are used for direct charitable purposes and there are no inalienable or heritage assets.

There were no fixed asset additions in the year ended 31 March 2024.

Significant buildings additions took place in the year ended 31 March 2016 and are being depreciated over an estimated useful life of 50 years. The grants received to fund the building works have been included as deferred income (see note 18) and are also being amortised over the same 50 year period.

The historic buildings cost brought forward were also depreciated in the that year, on the same basis, assuming an estimated useful life of 50 years, and continue to do so.

15 Stock

	2024 £	2023 £
Goods held for sale	<u>-</u>	<u>-</u>

Prema
Notes to the Accounts
for the year ended 31 March 2024

16 Debtors

	2024 £	2023 £
Trade debtors	-	1,253
Other Debtors	1,454	468
Prepaid expenses	1,672	1,649
Accrued income	461	405
	<u>3,587</u>	<u>3,775</u>

17 Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	826	836
Accrued expenses	4,355	4,988
Deferred income	7,009	2,194
Taxation and social security	610	576
Other creditors	244	244
	<u>13,044</u>	<u>8,838</u>

18 Expendable restricted fund/deferred income

	At 1 April 2023 £	Received in the year £	Amortisation charge £	At 31 March 2024 £
Capital grants:				
Summerfield Charitable Trust	25,200	-	600	24,600
Gloucestershire Environmental Trust	27,979	-	666	27,313
Arts Council England	181,562	-	4,323	177,239
Revenue grants:				
Piano bursary	3,480	-	900	2,580
Create Gloucestershire "Off we go"	2,507	-	1,854	653
	<u>240,728</u>	<u>-</u>	<u>8,343</u>	<u>232,385</u>

Grants of a capital nature were received in the year ended 31 March 2016. They have been included in the balance sheet as deferred income and are being written off over the life of the assets to which the grants relate. Amortisation of the grants has been calculated at 2%, writing off the grants over a period of 50 years, matching the depreciation of the building works.

A revenue grant was received in the year ended 31 March 2019, which is to be used to provide piano lessons to children who otherwise would not be able to afford them. The income is being amortised matching the costs of the piano lessons.

Prema
Notes to the Accounts
for the year ended 31 March 2024

19 Movements in and analysis of Funds

	At 1 April 2023 £	Incoming resources £	Outgoing resources £	At 31 March 2024 £
Unrestricted Funds	120,194	139,646	- 144,327	115,513
Restricted Funds	112,300	-	- 2,695	109,605
Expendable restricted/deferred income	240,729	-	- 8,342	232,387
Endowment Funds	80,400	-	- 1,200	79,200
Total Funds	553,623	139,646	- 156,564	536,705

Unrestricted funds included above can be further analysed as:

	General unrestricted £	Designated funds £	Total unrestricted £
Income	139,646	-	139,646
Expenditure	- 143,582	- 745	- 144,327
Net income/ expenditure in the year	- 3,936	- 745	- 4,681
 Funds brought forward	 90,489	 29,705	 120,194
Funds carried forward	86,553	28,960	115,513

The Council of Management designated the balance held at 31 March 2014 in a COIF Charities Deposit Fund account as to be used for the specific purpose of the planned future building works. The building work took place in the year to 31 March 2016. The outgoing resources figure above relates to depreciation charge.

Restricted funds can be further analysed as:

	At 1 April 2023 £	Grants received £	SOFA Net income/ expenditure £	At 31 March 2024 £
Restricted Funds				
National Lottery Project	68,024	-	- 1,640	66,384
Donation funded 2015/16 build works	44,276	-	- 1,055	43,221
	<u>112,300</u>	<u>-</u>	<u>- 2,695</u>	<u>109,605</u>
Expendable restricted/deferred income				
Grant funded 2015/16 build works	234,742	-	- 5,588	229,154
Piano bursary	3,480	-	- 900	2,580
Create Gloucestershire "Off we go"	2,507	-	- 1,854	653
	<u>240,729</u>	<u>-</u>	<u>- 8,342</u>	<u>232,387</u>
Endowment Funds				
Bethseda Chapel	80,400	-	- 1,200	79,200

The National Lottery project relates to capital assets acquired out of restricted funds received in an earlier year, and which are subject to the depreciation policy applying to the category of asset

Prema
Notes to the Accounts
for the year ended 31 March 2024

19 Movements in and analysis of Funds, continued

See note 18 for further details regarding the capital grants received.

Restricted funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
National Lottery Project				
Depreciation of buildings	-	-	1,617	
Depreciation of fixtures and fittings	-	-	23	
	<u>-</u>	<u>-</u>	<u>1,640</u>	<u>- 1,640</u>
Grant funded 2015/16 build works				
Capital grant amortisation	-	5,588	-	
Depreciation of buildings	-	-	5,588	
	<u>-</u>	<u>5,588</u>	<u>5,588</u>	<u>-</u>
Donation funded 2015/16 build works				
Depreciation of buildings	-	-	1,055	
	<u>-</u>	<u>-</u>	<u>1,055</u>	<u>- 1,055</u>
Expendable restricted/deferred income : piano bursary				
Revenue grant amortisation	-	900	-	
Piano bursary costs	-	-	900	
	<u>-</u>	<u>900</u>	<u>900</u>	<u>-</u>
Expendable restricted/deferred income : "Off we go"				
Revenue grant amortisation	-	1,854	-	
"Off we go" expenses	-	-	1,854	
	<u>-</u>	<u>1,854</u>	<u>1,854</u>	<u>-</u>
Total of all restricted funds	<u>-</u>	<u>8,342</u>	<u>11,037</u>	<u>- 2,695</u>

Restricted endowment funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
Endowment fund				
Depreciation of buildings	-	-	1,200	
	<u>-</u>	<u>-</u>	<u>1,200</u>	<u>- 1,200</u>

Prema
Notes to the Accounts
for the year ended 31 March 2024

20 Related party transactions

No members of the Council of Management/Directors have been paid remuneration or received any other benefits from any related entities, nor paid any trustee expenses, during the year or previous year.

The Council of Management consider there is one employee who can be considered as key management personnel. That employee received a salary (included in the figures in note 13), the reimbursement of expenses paid for personally, and a payment of £900 (prior year £390) of self employment income in respect of piano lessons provided in accordance with the restricted piano bursary funds. The transaction is considered to have been made at arms length and on normal contractual terms.

There were no other transactions with, nor year end balances outstanding with, any other related party.

PREMA

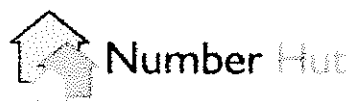
England & Wales - Charity number 1002269

Accounts

Registered Charity Number
1002269

Registered Company Number
2589184

Prema
Company Limited by Guarantee
Report and Accounts
For The Year Ended
31 March 2023



Number Hut Limited
Chartered Certified Accountants
13 The Green, Uley, Dursley, Gloucestershire, GL11 5SN

Prema

Report and accounts

For the year ended 31 March 2023

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Prema
Report of the Council of Management
For the year ended 31 March 2023

Introduction

The Council of Management, who are also Directors for the purposes of the Companies Act, have pleasure in presenting their annual report and unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and Administrative Information

Charity name Prema
Company Registration Number 2589184
Charity Registration Number 1002269
The Registered Office is Bethesda Chapel
Uley
Dursley
Gloucestershire
GL11 5SS

Council of Management Simon Fisher (Treasurer)
Karen Hilliard (member and Company secretary)
Kim Lawrence
Kenneth Lush (resigned 31 July 2023)
Bethan Marriott (resigned 16 January 2023)
Laura Nicholas
Katie Norton (Chair from 17 October 2022)
Simon Opher (Chair to 17 October 2022)
Atlanta Paraskava
Melanie Paraskava
Karen Pitney (resigned 10 February 2023)
Sophia Price (appointed 17 October 2022)
Janette Wallace (appointed 17 October 2022)
Tom Williams (resigned 16 January 2023)
Janet Wood (resigned 24 May 2022)

Non-voting members:
Faye Stewart (Relationship Manager, Arts Council England)

Independent Examiner Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

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Structure, Governance and Management

The company is established as a company limited by guarantee and is registered with the Charity Commission. The affairs of the company are governed by its memorandum and articles of association. The liability of the members in the event of the company being wound up is limited to a sum not exceeding £1.00.

General

The former "Prema Project" existed to oversee the assets of the Prema Trust (shares and investments and their building, Bethesda Chapel, which is used by Prema for its business). During the Financial year 1996/7 the Prema Project took the decision to 'wind up' and to sign over all of its assets to Prema, thus making both the Chapel and the monies invested, the property of the trading company. At the AGM in November 1997, it was agreed the shares now owned by the company should be cashed in and the money be invested in the existing COIF account. This "nest egg" was then invested in the fabric of Bethesda Chapel as part of a major refurbishment programme in FY 2015/16.

Prema is overseen by a Council of Management - independent people who either have a specialist working knowledge in the area of Prema's trade, or those who have significant links/understanding of local politics and how Prema might be best positioned to enjoy a healthy, continued funding relationship with existing investors. The members receive no remuneration for their time investment in Prema - the Council does not take expenses, it relies solely on goodwill and belief in the mission of the organisation.

Recruitment and appointment of new members of the Council of Management

The Council of Management holds its AGM each Autumn. New members to the committee are actively recruited (via the existing board and/or staff). The Council of Management seeks to bring individuals onto the board who have a specialist knowledge or experience which would lend itself well to Prema's operation and plans for future development.

Objectives and Activities

Prema exists to allow the community to interface with quality arts activities through a programme of creative opportunities and cultural expression. The programme embraces an ambitious education programme of workshops, weekly classes and seminars as well as an impressive outreach programme which offers dynamic arts opportunities to schools and community & health organisations within Gloucestershire's administrative boundaries (and farther afield too).

In addition to its prominent education programme, Prema is a Centre of Excellence for contemporary and emerging artforms. Arts Council England - South West (Prema's largest single investor) has included this organisation in its portfolio of funded organisation (NPO – National Portfolio Organisation) in recognition of Prema's strategic developmental role for emerging artists and arts practices. This role is delivered via a programme of Performance, Physical Theatre, New Dance and Installation based visual art and all the hybrids between established and emerging artforms. ACE (SW) also maintains investment in Prema by way of supporting the full participatory and education programmes delivered by the Centre.

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Prema also receives grant funding from Stroud District Council, currently £5,000 per annum. It should be noted that the current investment is less than one third of the Council's investment in the mid 1990s. This action was taken due to the compulsion for all local authorities to dramatically reduce their investments and costs in the light of economic downturn and global recession. It is for this reason that Prema has sought to diversify its own earned income streams and to become less reliant on grant aid – however, the size of this organisation, its rural location and the ratio of quality vs. affordability means that Prema is (and will continue to be) unable to function without the investment from Arts Council England and other grant-making bodies.

Prema's administrative base is Bethesda Chapel, South Street, Uley, Dursley GL11 5SS. We promote a large number of events at the Centre itself, but we also have a growing demand to promote activities in other venues - often in partnership with other promoters. Our schools outreach programme is very popular and we (in accordance with suggestion from SDC) have worked in partnership with other venues and community organisations to offer affordable, accessible, robust creative programmes for members of the community (in its broadest context) and to promote developmental, challenging projects and events which respond to the cultural palette of the locality, but also to show tomorrow's mainstream today.

Achievements and Performance

Developments, Activities and Achievements during the year

2022-23 has maintained a path of relative uncertainty. This uncertainty can be attributed to a slow-growing sense of confidence in people engaging with leisure activities following the pandemic. But the apprehension around the virus has been far overshadowed by the cost-of-living emergency. From the latter part of the summer of 2022, the UK press foretold of soaring energy prices and the burgeoning cost of putting food on the table for every household. This created a knee-jerk reaction with most families exploring ways of reducing spending on everything but the essentials.

This phenomenon has continued to a lesser or greater degree to the present day. Our audiences and supporters maintain their interest and commitment to participating and watching high-quality creative and expressive arts. Those who can afford an evening out or a creative workshop have chosen more carefully, rather than booking for two or three events are only now reserving for one activity.

Another characteristic of life post-pandemic is the number of audience members who request to cancel their reservation at the last moment, asking for refunds. This creates additional work to resell tickets at the eleventh hour, which we are often unable to do; resulting in a formerly sold-out activity only just covering its costs and, in some cases, incurring a financial loss.

Across the country, artists are reporting that sales of their work to the public are at an all-time low and those who are buying art are now electing to purchase smaller, cheaper items.

In the early part of 2022-23, we brought two new interns into Prema. These posts were funded via the government's KickStart programme, which supported young people with a job placement and a fully funded salary. We created one arts education intern and a new venture for Prema, an arts marketing intern. At the conclusion of these internships, one left to study for her degree in fine art and the other remained at Prema, taking up post as Prema's first marketing officer.

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In May 2022, Prema submitted its application to Arts Council England (ACE) to re-join the National Portfolio of Organisations (NPO) in receipt of core investment from ACE. The investment in NPOs is money from the treasury (via the Department of Culture, Media & Sport). Every three years, ACE invites applications from existing and emerging arts organisations, theatre companies and sector support organisations. The competition is fierce, and the pot of money (in real terms) is ever-diminishing.

Prema was advised to request a standstill in investment (as were all former portfolio organisations). The application came at the end of a long and searching collaboration with a consultant, who helped Prema to tighten up the various policies, action plans and strategy documents. The required governance to help secure an investment from ACE has never been more stringent and all recipient organisations were instructed to align their governance plans against ACE's own investment principles (ambition & quality, dynamism, inclusivity & relevance and environmental responsibility) and their action plans against the three outcome elements (creative people, cultural communities and a creative & cultural country).

In November 2022, we learnt that our application to ACE for NPO funding had been successful and that we were to receive a standstill sum of £70,532 per year from April 2023 until March 2026, at which point we will need to reapply to maintain our place within the portfolio.

With a standstill in core funds from ACE, a standstill in funds from Stroud District Council and those funders demanding more and more from their investment, it can appear that arts organisations are forever needing to run faster, just to stand still (and in some case running faster to slowly slide backwards). Over the past 15 years, funders have compelled every organisation to maximise it earned income. Many are in the position where the fragility of the economy (and the attributed consumer confidence) matched with standstill investments and ever-soaring costs, plus demands for increased fees countered by the apprehension of passing those rising costs onto the customer, combine to create a somewhat fractured sector.

Prema, being a small and relatively fleet-of-foot organisation can (comparatively) quickly modify its operation to meet demand and experiment with methods of delivery. We continue to have a committed audience who enjoy and support the diversity and breadth of our programme.

We have minimised our expenditure to make the organisation as lean as possible, still existing on 2.8 staff (full-time equivalent) to manage a programme many times larger and more complex than other arts venues with 4 or 5 times the number of core staff.

Currently Prema's staffing structure is:

- Artistic Director (full-time)
- Education Officer (part-time – 0.6)
- Marketing Officer (part-time – 0.6)
- Technical Officer (part time – 0.4)
- Book-keeper (part-time – 0.2)

We are still proud to offer an affordable programme of events which attract over 74,000 people each year both in visiting our venue but also in our "peripatetic Prema" programme where we take our brand of "quality & innovation" out on the road to work in partnership with other organisations and in the heart of the community.

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Going concern

As we experience trying financial times in the UK alongside an increasingly politicized culture, the certainty of continued core funds for Prema looks increasingly shaky. As reported above, Gloucestershire County Council have disinvested from all but their essential services and the stability of investments from Stroud District Council is somewhat fragile. The certainty of monies from Arts Council England matched with a reduction in staff working hours means that we can look forward to a future – one which is far from certain – but a future nonetheless.

Risk

As highlighted above, the future looks uncertain. This is not particular to Prema – every arts organisation in England, Wales and Scotland is experiencing similar financial problems due to the effects of the pandemic. Prema is a relatively admin-light organisation. Being small and independent, it means that Prema can quickly and effectively change or adapt to the funding climate. Its brand is strong, its programme even stronger and we believe that through careful planning and robust communication with our peer organisations and funders, that we may still look forward to a long and healthy future.

Fundraising

Prema has continued to work with other arts organisations in the county to boost fundraising capacity and skills so that we are able to build projects and initiatives as well as exploring a more sustainable seam of income. We fundraise through a variety of means - a permanent collection box on site, personalised letters sent to those who are frequent users of the arts centre and also developing relationships with 'high-worth individuals' who have an established reputation as benefactors for particular creative or community-based projects.

Donations were minimal in the year to 31 March 2023, although increased from the prior year. All donations that were received in the year have been included within unrestricted funds.

Financial review

The financial statements are set out on pages 9 to 21. As shown in the Statement of Financial Activities schedule, there has been net income in the year of £8,881 (year ended 31 March 2022: total net income of £3,424).

The in-year surplus figures appear somewhat distorted for this twelve month period due to a delayed payment from Arts Council England from FY 2021/22, due to late quarterly reporting to the funder. Thus, in this financial year (2022/23) the income includes the delayed £17,315, causing a falsely optimistic picture for this twelve month period. The receipts from Arts Council England in 2021/22 were £53,217 and in 22/23 £87,847. Now that this has "washed through", we can expect the following years' payments from Arts Council to total the contracted £70,532 per year.

Reserves

All funds have positive fund balances at the year end, with cumulative charity funds totalling £553,622 (£548,798 at 31 March 2022).

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The Council of Management consider unrestricted funds not committed or invested in tangible fixed assets held by the charity are adequate, and will continue to monitor transactions with the aim of retaining sufficient reserves for the future by both investigating ways of increasing income and reducing costs.

Unrestricted funds

During the year ended 31 March 2023 there was net income of £12,776 (net income of £7,325 in the previous year).

Unrestricted funds held at 31 March 2023 totalled £120,195, increased from £107,418 held at the previous year end. As reported in the main financial review, this "in-year" movement is artificially swelled by a deferred quarterly payment from Arts Council England (£17,315) due in FY21/22 which arrived in FY22/23.

The cashflow in FY2020/21 and 2021/22 was eased by the various interventions to combat the effect of the Covid pandemic on charitable organisations and small businesses (the furlough scheme which underpinned our staffing liabilities, small business relief from the Stroud District Council and a discrete grant from Arts Council England's Covid Recovery Fund). It was due to these interventions that the charitable accounts for Prema in those financial years did not show an uncharacteristic deficit. Now that the delayed Arts Council receipt of £17,315 has been rectified, it is anticipated that the end of year and quarterly finances going forward will give a more accurate position.

Restricted funds

Restricted funds comprise National Lottery funded assets, grant and donation funded building works and a piano bursary. It also includes in the 31 March 2023 year end some grant income received from Create Gloucestershire relating to the "Off we go" project.

There is net expenditure within restricted funds of £2,695 in the year, and £1,200 endowment funds, relating to the continued depreciation of the historic buildings cost.

Specific changes in fixed assets

Changes in fixed assets are shown in detail in the notes to the accounts. There were minimal changes in fixed assets in the year.

Share capital

The company is limited by guarantee and therefore has no share capital.

Independent examiner

There has been no change of independent examiner during the year, which remains as Anita Buckley from Number Hut Limited.

**Prema
Report of the Council of Management
For the year ended 31 March 2023**

Statement of Responsibilities of the Council of Management

The Charities Act and the Companies Act require the Council of Management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed , subject to any material departures disclosed and explained in the financial statements;

The Council of Management are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

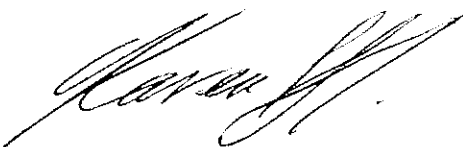
The Council of Management are also responsible for the contents of the their report, and the responsibility of the independent examiner in relation to the Council of Managements' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

Method of preparation of accounts

The Council of Management have adopted the provisions of 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 *(FRS102) (effective 1 January 2019).

Approval

This report and the annual accounts were discussed at a meeting of the Council of Management and were approved by the Council of Management on 16 October 2023.



Karen Hilliard
Member of the Council of Management and Company Secretary
20 December 2023

Prerna

**Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2023**

I report on the financial statements of the Charity for the year ended 31 March 2022 which are set out on pages 10 to 22.

Respective responsibilities of Council of Management and examiner

The charity's Council of Management (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's Council of Management consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Charities Act), and that an independent examination is needed.

I am qualified to undertake the examination by being a qualified member of the Chartered Association of Certified Accountants.

Having satisfied myself that the charity is not subject to audit under company law, or otherwise, and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with general Directions given by the Charity Commission. An independent examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Council of Management concerning any such matters.

The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the next statement.

Prema

**Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2023**

Independent examiner's statement

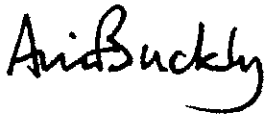
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006 and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

20 December 2023

Relevant professional qualification(s) or body: FCCA (Fellow of the Association of Chartered Certified Accountants)

Prema
Statement of Financial Activities
for the year ended 31 March 2023

	Note	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total this year 2023 £	Total last year 2022 £
Income:						
Donations and legacies	3	95,651	-	-	95,651	71,002
Income from charitable activities	4	41,996	8,993	-	50,989	30,705
Income from trading activities	5	24,870	-	-	24,870	28,754
Investment income	6	158	-	-	158	4
Other income	7	500	6,563	-	7,063	31,584
Total income		163,175	15,556	-	178,731	162,049
Expenditure						
Costs of raising funds	8	12,437	-	-	12,437	14,490
Charitable activities	9	137,962	18,251	1,200	157,413	144,135
Other	11	-	-	-	-	-
Total expenditure		150,399	18,251	1,200	169,850	158,625
Net income/expenditure		12,776 -	2,695 -	1,200	8,881	3,424
Transfers between funds		-	-	-	-	-
Other recognised gains/(losses)		-	-	-	-	-
Net movement in funds	19	12,776 -	2,695 -	1,200	8,881	3,424
Reconciliation of funds						
Total funds brought forward		107,418	114,995	81,600	304,013	300,589
Total funds carried forward	19	120,194	112,300	80,400	312,894	304,013

The net movement in funds referred to above is the net incoming resources as defined in the SORP and is reconciled to the total funds as shown in the Balance Sheet on page 11 as required by the SORP.

All income and expenditure derives from continuing activities.

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

The notes on pages 12 to 22 form an integral part of these accounts.

**Prema
Company number
Balance Sheet
as at 31 March 2023**

2589184

	Note	Unrestricted funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total this year 2023 £	Total last year 2022 £
Fixed assets						
Tangible assets	14	38,104	346,996	80,400	465,500	476,380
Current assets						
Stock	15	-	-	-	-	-
Debtors	16	3,775	-	-	3,775	6,111
Cash at bank and in hand		87,153	6,032	-	93,185	74,565
Total current assets		90,928	6,032	-	96,960	80,676
Liabilities						
Creditors: amounts falling due within one year	17	8,838	-	-	8,838	8,258
Net current assets/(liabilities)		82,090	6,032	-	88,122	72,418
Total net assets		120,194	353,028	80,400	553,622	548,798
Funds of the Charity						
Unrestricted funds		90,489			90,489	76,948
Designated funds		29,705			29,705	30,470
Expendable restricted fund/deferred income	18		240,728		240,728	244,785
Restricted income funds			112,300		112,300	114,995
Endowment funds				80,400	80,400	81,600
Total charity funds	19	120,194	353,028	80,400	553,622	548,798

For the financial year ended 31 March 2023, the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006, and no notice has been deposited under section 476 of the Act.

The Council of Management acknowledge their responsibility for ensuring that the charity keeps accounting records which comply with section 386 of the Act, and for preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the charity.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Statement of Recommended Practice applicable to charities.

Approved by the Council of Management on 16 October 2023 and signed on its behalf by



Katie Norton
Member of the Council of Management and Chair from 17 October 2022
20 December 2023

The notes on pages 12 to 22 form an integral part of these accounts.

Prema
Notes to the Accounts
for the year ended 31 March 2023

1 Accounting policies

Basis of preparation of the accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities, the Financial Reporting Standard for Smaller Entities (FRS 102) and the Companies Act 2006.

Accounting convention

The financial statements are prepared, on a going concern basis, under the historical cost convention. Assets and liabilities are initially recognised at historical cost or transaction value, unless otherwise stated in the relevant accounting policy note(s).

Incoming Resources

Incoming resources are accounted for on a receivable basis.

Investment Income

Bank interest is included in the income and expenditure account on a receivable basis.

Grant Income

Revenue grants are credited to the income and expenditure account as receivable.

Fixed assets acquired with grant assistance are stated at cost and depreciated over their useful economic lives. The receipt of the grant is recorded as a restricted fund in the statement of financial activities. Depreciation charged on fixed assets purchased by grant money is shown as expenditure out of the restricted fund.

Recognition of liabilities

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the SORP.

Resources Expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Charitable expenditure includes both direct costs of the programmes and support costs relating to these activities. Governance costs include those costs incurred in the governance of the charity and its assets and are primarily those associated with constitutional and statutory requirements. Support costs include central functions and are those functions that assist the work of the charity but do not directly relate to charitable activities.

The allocation and apportionment of costs between charitable activities, governance and support costs is based on the use of each specific resource.

Fixed assets and depreciation

All tangible fixed assets are stated at historical cost less depreciation.

Website development costs have been capitalised as a tangible fixed asset in accordance with FRS 15 and UITF abstract 29. It is considered reasonably certain that the website will generate future economic benefit at least as great as the amount capitalised over its anticipated useful life of 5 years.

Prema
Notes to the Accounts
for the year ended 31 March 2023

1 Accounting policies, continued

Depreciation has been provided at the following rates in order to write off the assets (less their estimated residual value) over their estimated useful economic lives.

Freehold land	-
Buildings	2% straight line basis
Fixtures and fittings	20% reducing balance basis
Website	20% straight line basis

Stock

Stock is included at the lower of cost or net realisable value.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Taxation

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities.

Funds structure policy

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Restricted funds have been provided to the charity for particular purposes, and it is the policy of the board of trustees to carefully monitor the application of those funds in accordance with the restrictions placed upon them.

There is no formal policy of transfer between funds or on the allocation of funds to designated funds, other than that described above.

2 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Prema
Notes to the Accounts
for the year ended 31 March 2023

3 Income from donations and legacies

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Grants:				
Stroud District Council	5,000	-	5,000	15,527
Arts Council	87,847	-	87,847	53,217
	<u>92,847</u>	<u>-</u>	<u>92,847</u>	<u>68,744</u>
Friends membership	510	-	510	994
Donations	2,294	-	2,294	1,264
	<u>95,651</u>	<u>-</u>	<u>95,651</u>	<u>71,002</u>

4 Income from charitable activities

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Tickets for performances	9,253	-	9,253	3,016
Classes	12,655	-	12,655	13,527
Workshops	20,088	-	20,088	14,162
	-	8,993	8,993	-
	<u>41,996</u>	<u>8,993</u>	<u>41,996</u>	<u>30,705</u>

5 Income from other trading activities

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Sale of dresser goods and seasonal	3,400	-	3,400	1,562
Sale of art	4,952	-	4,952	9,436
Rent income	5,818	-	5,818	5,178
Booking fees	-	-	-	-
Create Gloucestershire - re interns	10,700	-	10,700	12,578
	<u>24,870</u>	<u>-</u>	<u>24,870</u>	<u>28,754</u>

Prema
Notes to the Accounts
for the year ended 31 March 2023

6 Investment income

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Bank deposit interest received	158	-	158	4

7 Other income

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Capital grant amortisation		5,588	5,588	5,588
Revenue grant amortisation	-	975	975	390
Create Gloucestershire "Off we go"	-		-	-
Covid relief grants	-	-	-	16,480
HMRC job retention scheme/furlough	-	-	-	8,726
Other revenue grant received	500	-	500	400
	<u>500</u>	<u>6,563</u>	<u>7,063</u>	<u>31,584</u>

8 Expenditure on raising funds

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Staff costs	12,437	-	12,437	14,490
Other fundraising expenses	-	-	-	-
	<u>12,437</u>	<u>-</u>	<u>12,437</u>	<u>14,490</u>

9 Expenditure on charitable activities

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Performance and events costs	7,924	-	7,924	2,437
Workshop costs	17,442	-	17,442	18,070
Staff costs - direct costs	41,458	-	41,458	25,466
Piano Bursary costs	-	975	975	390
Create Gloucestershire "Off we go"	-	8,993	8,993	
	<u>66,824</u>	<u>9,968</u>	<u>76,792</u>	<u>46,363</u>
Governance costs	21,199	-	21,199	21,806
Support costs	49,939	9,483	59,422	75,966
	<u>137,962</u>	<u>19,451</u>	<u>157,413</u>	<u>144,135</u>

Prema
Notes to the Accounts
for the year ended 31 March 2023

10 Governance and support costs

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year total Funds 2022 £
Governance costs:				
Staff costs	12,437	-	12,437	13,637
Rates, insurance and licences	1,455	-	1,455	1,301
Heat, light and cleaning	3,408	-	3,408	1,795
Repairs and renewals	766	-	766	1,633
General office costs	1,672	-	1,672	2,086
Independent Examiner Services	850	-	850	850
Bank and card charges	611	-	611	504
	<u>21,199</u>	<u>-</u>	<u>21,199</u>	<u>21,806</u>
Support costs:				
Staff costs - support	16,583	-	16,583	23,730
Staff training	-	-	-	419
Sale of art costs	-	-	-	846
Dresser and other materials costs	4,991	-	4,991	4,876
Catering costs	233	-	233	353
Marketing and advertising	810	-	810	99
Consultancy	1,561	-	1,561	8,900
Printing and artwork	-	-	-	-
Exhibitions costs	4,222	-	4,222	6,558
Travel	- 496	-	- 496	260
Heat, light and cleaning	7,952	-	7,952	4,189
Repairs and renewals	1,786	-	1,786	3,810
General office costs	3,920	-	3,920	4,893
Rates, insurance and licences	3,395	-	3,395	3,035
Other charitable expenditure	20	-	20	-
Accountancy	-	-	-	-
Bank and card charges	1,425	-	1,425	1,178
Depreciation of buildings	700	9,460	10,160	10,160
Depreciation of fixtures and fittings	2,693	23	2,716	2,482
Depreciation of website	-	-	-	-
Loss/(profit) on disposal of fixed asset	144	-	144	178
	<u>49,939</u>	<u>9,483</u>	<u>59,422</u>	<u>75,966</u>

The allocation and apportionment of costs between governance and support costs as set out above is based the use of each specific resource.

Prema
Notes to the Accounts
for the year ended 31 March 2023

11 Other expenditure

There were no items of expenditure that was neither related to raising funds for the charity, nor part of its expenditure on charitable activities.

12 Net income/expenditure for the year

	2023	2022
	£	£
The percentage of income accruing outside the United Kingdom was	-	-
The net income/expenditure for the year is stated after charging:		
Depreciation of owned fixed assets	12,876	12,642
Independent Examiner : Independent Examination	850	850

See note 20 for details of expenses paid to trustees or persons connected with them.

13 Staff costs and emoluments

	2023	2022
	£	£
Gross Salaries : staff	81,786	76,092
Employer's National Insurance	-	204
Employer's pension contributions	1,129	1,027
	<u>82,915</u>	<u>77,323</u>
Numbers of full time employees or full time equivalents	2023	2022
Engaged on charitable activities	1	1
Engaged on fundraising activities	1	1
Engaged on management and administration	2	2
	<u>4</u>	<u>4</u>

There were no employees with emoluments in excess of £60,000 per annum.

See note 20 for details of salary paid to trustees or persons connected with them.

Prema
Notes to the Accounts
for the year ended 31 March 2023

14 Tangible fixed assets

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Asset cost, valuation or revalued amount				
At 1 April 2022	538,007	105,212	15,456	658,675
Additions	-	2,140	-	2,140
Disposals	-	953	-	953
At 31 March 2023	<u>538,007</u>	<u>106,399</u>	<u>15,456</u>	<u>659,862</u>
Accumulated depreciation and impairment provisions				
At 1 April 2022	71,120	95,719	15,456	182,295
Charge for the year	10,160	2,716	-	12,876
Eliminated on disposals	-	809	-	809
At 31 March 2023	<u>81,280</u>	<u>97,626</u>	<u>15,456</u>	<u>194,362</u>
Net book value				
At 31 March 2023	<u>456,727</u>	<u>8,773</u>	<u>-</u>	<u>465,500</u>
At 31 March 2022	<u>466,887</u>	<u>9,493</u>	<u>-</u>	<u>476,380</u>

All assets are used for direct charitable purposes and there are no inalienable or heritage assets.

The fixed asset additions in the year can be further analysed:

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Restricted funds:				
Funded by grants	-	-	-	-
Funded by restricted donations	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unrestricted funds:				
Funded by designated fund	-	-	-	-
Funded by general unrestricted funds	-	2,140	-	2,140
	<u>-</u>	<u>2,140</u>	<u>-</u>	<u>2,140</u>
Total additions in the year	<u>-</u>	<u>2,140</u>	<u>-</u>	<u>2,140</u>

Significant buildings additions took place in the year ended 31 March 2016 and are being depreciated over an estimated useful life of 50 years. The grants received to fund the building works have been included as deferred income (see note 18) and are also being amortised over the same 50 year period.

The historic buildings cost brought forward were also depreciated in the that year, on the same basis, assuming an estimated useful life of 50 years, and continue to do so.

Prema
Notes to the Accounts
for the year ended 31 March 2023

15 Stock

	2023 £	2022 £
Goods held for sale	-	-

16 Debtors

	2023 £	2022 £
Trade debtors	1,253	4,522
Other Debtors	468	161
Prepaid expenses	1,649	1,428
Accrued income	405	-
	<u>3,775</u>	<u>6,111</u>

17 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	836	1,308
Accrued expenses	4,988	5,738
Deferred income	2,194	424
Taxation and social security	576	544
Other creditors	244	244
	<u>8,838</u>	<u>8,258</u>

18 Expendable restricted fund/deferred income

	At 1 April 2022 £	Received in the year £	Amortisation charge £	At 31 March 2023 £
Capital grants:				
Summerfield Charitable Trust	25,800	-	600	25,200
Gloucestershire Environmental Trust	28,645	-	666	27,979
Arts Council England	185,885	-	4,323	181,562
Revenue grants:				
Piano bursary	4,455	-	975	3,480
Create Gloucestershire "Off we go"	-	11,500	8,993	2,507
	<u>244,785</u>	<u>11,500</u>	<u>15,557</u>	<u>240,728</u>

Grants of a capital nature were received in the year ended 31 March 2016. They have been included in the balance sheet as deferred income and are being written off over the life of the assets to which the grants relate. Amortisation of the grants has been calculated at 2%, writing off the grants over a period of 50 years, matching the depreciation of the building works.

A revenue grant was received in the year ended 31 March 2019, which is to be used to provide piano lessons to children who otherwise would not be able to afford them. The income is being amortised matching the costs of the piano lessons.

Prema
Notes to the Accounts
for the year ended 31 March 2023

19 Movements in and analysis of Funds

	At 1 April 2022 £	Incoming resources £	Outgoing resources £	At 31 March 2023 £
Unrestricted Funds	107,418	163,175	- 150,399	120,194
Restricted Funds	114,995	-	- 2,695	112,300
Expendable restricted/deferred income	244,785	11,500	- 15,556	240,729
Endowment Funds	81,600	-	- 1,200	80,400
Total Funds	<u>548,798</u>	<u>174,675</u>	<u>- 169,850</u>	<u>553,623</u>

Unrestricted funds included above can be further analysed as:

	General unrestricted £	Designated funds £	Total unrestricted £
Income	163,175	-	163,175
Expenditure	- 149,634	- 765	- 150,399
Net income/ expenditure in the year	13,541	- 765	12,776
Funds brought forward	76,948	30,470	107,418
Funds carried forward	<u>90,489</u>	<u>29,705</u>	<u>120,194</u>

The Council of Management designated the balance held at 31 March 2014 in a COIF Charities Deposit Fund account as to be used for the specific purpose of the planned future building works. The building work took place in the year to 31 March 2016. The outgoing resources figure above relates to depreciation charge.

Restricted funds can be further analysed as:

	At 1 April 2022 £	Grants received £	SOFA Net income/ expenditure £	At 31 March 2023 £
Restricted Funds				
National Lottery Project	69,664	-	- 1,640	68,024
Donation funded 2015/16 build works	45,331	-	- 1,055	44,276
	<u>114,995</u>	<u>-</u>	<u>- 2,695</u>	<u>112,300</u>
Expendable restricted/deferred income				
Grant funded 2015/16 build works	240,330	-	- 5,588	234,742
Piano bursary	4,455	-	- 975	3,480
Create Gloucestershire "Off we go"	-	11,500	- 8,993	2,507
	<u>244,785</u>	<u>11,500</u>	<u>- 15,556</u>	<u>240,729</u>
Endowment Funds				
Bethseda Chapel	81,600	-	- 1,200	80,400

The National Lottery project relates to capital assets acquired out of restricted funds received in an earlier year, and which are subject to the depreciation policy applying to the category of asset

Prema
Notes to the Accounts
for the year ended 31 March 2023

19 Movements in and analysis of Funds, continued

See note 18 for further details regarding the capital grants received.

Restricted funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
National Lottery Project				
Depreciation of buildings	-	-	1,617	
Depreciation of fixtures and fittings	-	-	23	
	<u>-</u>	<u>-</u>	<u>1,640</u>	<u>- 1,640</u>
Grant funded 2015/16 build works				
Capital grant amortisation	-	5,588	-	
Depreciation of buildings	-	-	5,588	
	<u>-</u>	<u>5,588</u>	<u>5,588</u>	<u>-</u>
Donation funded 2015/16 build works				
Depreciation of buildings	-	-	1,055	
	<u>-</u>	<u>-</u>	<u>1,055</u>	<u>- 1,055</u>
Expendable restricted/deferred income : piano bursary				
Revenue grant amortisation	-	975	-	
Piano bursary costs	-	-	975	
	<u>-</u>	<u>975</u>	<u>975</u>	<u>-</u>
Expendable restricted/deferred income : "Off we go"				
Revenue grant received	-	8,993	-	
"Off we go" expenses	-	-	8,993	
	<u>-</u>	<u>8,993</u>	<u>8,993</u>	<u>-</u>
Total of all restricted funds	<u>-</u>	<u>15,556</u>	<u>18,251</u>	<u>- 2,695</u>

Restricted endowment funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
Endowment fund				
Depreciation of buildings	-	-	1,200	
	<u>-</u>	<u>-</u>	<u>1,200</u>	<u>- 1,200</u>

Prema
Notes to the Accounts
for the year ended 31 March 2023

20 Related party transactions

Council of Management/Directors

The following member of the Council of Management/Directors has been paid remuneration or received any other benefits from an employment:

	2023	2022
	£	£
Bethan Marriott		
Member of the Council of Management from 21 February 2022 to 16 January 2023		
Transaction: gross salary paid for employment April 2021 to June 2021	-	3,939

No members of the Council of Management/Directors have been paid remuneration or received any other benefits from any related entities, nor paid any trustee expenses, during the year or previous

The Council of Management consider there is one employee who can be considered as key management personnel. This employee received salary (included in the figures in note 13), the reimbursement of expenses paid for personally, and a payment of £390 self employment income in respect of piano lessons provided in accordance with the restricted piano bursary funds. The transaction is considered to have been at arms length and on normal contractual terms.

There were no other transactions with or year end balances outstanding with any other related parties.

PREMA

England & Wales - Charity number 1002269

Accounts

Registered Charity Number
1002269

Registered Company Number
2589184

Prema
Company Limited by Guarantee
Report and Accounts
For The Year Ended
31 March 2022



Number Hut Limited
Chartered Certified Accountants
13 The Green, Uley, Dursley, Gloucestershire, GL11 5SN

Prema

Report and accounts

For the year ended 31 March 2022

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Prema
Report of the Council of Management
For the year ended 31 March 2022

Introduction

The Council of Management, who are also Directors for the purposes of the Companies Act, have pleasure in presenting their annual report and unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and Administrative Information

Charity name Prema
Company Registration Number 2589184
Charity Registration Number 1002269
The Registered Office is Bethesda Chapel
Uley
Dursley
Gloucestershire
GL11 5SS

Council of Management Simon Fisher (Treasurer)
Thrisa Haldar (resigned 15 March 2022)
Peter Duff Hart-Davis (resigned 8 November 2021)
Karen Hilliard (member and Company secretary)
Kim Lawrence
Kenneth Lush
Bethan Marriott (appointed 21 February 2022)
Laura Nicholas
Katie Norton (appointed 21 February 2022, Chair from 17 October 2022)
Simon Opher (Chair to 17 October 2022)
Atlanta Paraskava (appointed 21 February 2022)
Melanie Paraskava (appointed 21 February 2022)
Karen Pitney (resigned 25 April 2022)
Sophia Price (appointed 17 October 2022)
Janet Wallace (appointed 17 October 2022)
Janet Wood (resigned 24 May 2022)
Tom Williams

Non-voting members:
Faye Stewart (Relationship Manager, Arts Council England)

Independent Examiner Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

Prema
Report of the Council of Management
For the year ended 31 March 2022

Structure, Governance and Management

The company is established as a company limited by guarantee and is registered with the Charity Commission. The affairs of the company are governed by its memorandum and articles of association. The liability of the members in the event of the company being wound up is limited to a sum not exceeding £1.00.

General

The former "Prema Project" existed to oversee the assets of the Prema Trust (shares and investments and their building, Bethesda Chapel, which is used by Prema for its business). During the Financial year 1996/7 the Prema Project took the decision to 'wind up' and to sign over all of its assets to Prema, thus making both the Chapel and the monies invested, the property of the trading company. At the AGM in November 1997, it was agreed the shares now owned by the company should be cashed in and the money be invested in the existing COIF account. This "nest egg" was then invested in the fabric of Bethesda Chapel as part of a major refurbishment programme in FY 2015/16.

Prema is overseen by a Council of Management - independent people who either have a specialist working knowledge in the area of Prema's trade, or those who have significant links/understanding of local politics and how Prema might be best positioned to enjoy a healthy, continued funding relationship with existing investors. The members receive no remuneration for their time investment in Prema - the Council does not take expenses, it relies solely on goodwill and belief in the mission of the organisation.

Recruitment and appointment of new members of the Council of Management

The Council of Management holds its AGM each Autumn. New members to the committee are actively recruited (via the existing board and/or staff). The Council of Management seeks to bring individuals onto the board who have a specialist knowledge or experience which would lend itself well to Prema's operation and plans for future development.

Objectives and Activities

Prema exists to allow the community to interface with quality arts activities through a programme of creative opportunities and cultural expression. The programme embraces an ambitious education programme of workshops, weekly classes and seminars as well as an impressive outreach programme which offers dynamic arts opportunities to schools and community & health organisations within Gloucestershire's administrative boundaries (and farther afield too).

In addition to its prominent education programme, Prema is a Centre of Excellence for contemporary and emerging artforms. Arts Council England - South West (Prema's largest single investor) has included this organisation in its portfolio of funded organisation (NPO – National Portfolio Organisation) in recognition of Prema's strategic developmental role for emerging artists and arts practices. This role is delivered via a programme of Performance, Physical Theatre, New Dance and Installation based visual art and all the hybrids between established and emerging artforms. ACE (SW) also maintains investment in Prema by way of supporting the full participatory and education programmes delivered by the Centre.

Prema
Report of the Council of Management
For the year ended 31 March 2022

Prema also receives grant funding from Stroud District Council, currently £5,000 per annum. It should be noted that the current investment is less than one third of the Council's investment in the mid 1990s. This action was taken due to the compulsion for all local authorities to dramatically reduce their investments and costs in the light of economic downturn and global recession. It is for this reason that Prema has sought to diversify its own earned income streams and to become less reliant on grant aid – however, the size of this organisation, its rural location and the ratio of quality vs. affordability means that Prema is (and will continue to be) unable to function without the investment from Arts Council England and other grant-making bodies.

Prema's administrative base is Bethesda Chapel, South Street, Uley, Dursley GL11 5SS. We promote a large number of events at the Centre itself, but we also have a growing demand to promote activities in other venues - often in partnership with other promoters. Our schools outreach programme is very popular and we (in accordance with suggestion from SDC) have worked in partnership with other venues and community organisations to offer affordable, accessible, robust creative programmes for members of the community (in its broadest context) and to promote developmental, challenging projects and events which respond to the cultural palette of the locality, but also to show tomorrow's mainstream today.

Achievements and Performance

Developments, Activities and Achievements during the year

2021-22 has been another unusual and surprising year for Prema and for the creative and business sectors. The period of recuperation and recovery from Covid is taking considerably longer than anyone might have imagined. Prema has needed to reduce the maximum number of people who may enrol/attend its education and live events, meaning that the potential for turning much of a profit is somewhat hampered.

With the emergence of the cost-of-living crisis, the confidence for spending on anything other than the essentials has been enormously compromised.

We have deliberately kept the promotions of live theatre and dance to a minimum. By consulting with and listening to our audiences, it became clear that many still felt nervous attending an event in a room with 80+ other people. Therefore, we offered fewer promotions and limited ticket sales so that the spaces were kept quieter and therefore feeling safer to those who had booked tickets.

This year we made an undertaking to provide internship for four young people who are keen to embark on a career in the creative industries. The first two interns joined us in June 2021 for six months, leaving at Christmas 2021. The next two joined us in March 2022 and their tenure with Prema expired at the end of August 2022. The interns' salaries were paid by the government's KickStart programme – it has been gratifying to support these young people but it was noted that a six month placement is too short to build any meaningful working relationship with someone new to working in an arts centre.

From April 2021 until May 2022, Prema engaged the services of Ged Petrie, a business development consultant to support our organisation (and more specifically the core staff team) in tightening up the back-office systems, policies and procedures. Furthermore, Ged gave support and context to Prema's

Prema
Report of the Council of Management
For the year ended 31 March 2022

application to Arts Council England to remain as one of their National Portfolio Organisations (Prema's core funds, without which, our organisation's continuation would be drastically compromised). The application was submitted in May 2022 and in November the same year, we learnt that our application for funding to ACE's 2023-2026 has been successful. A huge relief and a sense of confidence in moving forward, facing outward and continuing our journey in working with the community in artistic and creative adventures.

Going concern

As we experience trying financial times in the UK alongside an increasingly politicized culture, the certainty of continued core funds for Prema looks increasingly shaky. As reported above, Gloucestershire County Council have disinvested from all but their essential services and the stability of investments from Stroud District Council is somewhat fragile. The certainty of monies from Arts Council England matched with a reduction in staff working hours means that we can look forward to a future – one which is far from certain – but a future nonetheless.

Risk

As highlighted above, the future looks uncertain. This is not particular to Prema – every arts organisation in England, Wales and Scotland is experiencing similar financial problems due to the effects of the pandemic. Prema is a relatively admin-light organisation. Being small and independent, it means that Prema can quickly and effectively change or adapt to the funding climate. Its brand is strong, its programme even stronger and we believe that through careful planning and robust communication with our peer organisations and funders, that we may still look forward to a long and healthy future.

Fundraising

Prema has continued to work with other arts organisations in the county to boost fundraising capacity and skills so that we are able to build projects and initiatives as well as exploring a more sustainable seam of income. We fundraise through a variety of means - a permanent collection box on site, personalised letters sent to those who are frequent users of the arts centre and also developing relationships with 'high-worth individuals' who have an established reputation as benefactors for particular creative or community-based projects.

Due to the reduced opening and reduced event capacity, donations have remained minimal in the year to 31 March 2022, although increased from the prior year. All donations that were received in the year have been included within unrestricted funds.

Financial review

The financial statements are set out on pages 9 to 21. As shown in the Statement of Financial Activities schedule, there has been net income in the year of £3,424 (year ended 31 March 2021: total net income of £24,060).

The in-year surplus figures are somewhat misleading and have arisen primarily due to ongoing grant funding continuing in the year from the Arts Council and Stroud District Council (see note 3) in periods when expenditure has reduced significantly due to the reduced opening and covid shutdowns.

Prema
Report of the Council of Management
For the year ended 31 March 2022

Prema received covid relief grants in the prior year totalling £25,000, of which £16,840 was carried forward at the 31 March 2021 year end and has been spent in the current financial year.

Reserves

All funds have positive fund balances at the year end, with cumulative charity funds totalling £548,798 (£551,352 at 31 March 2021).

The Council of Management consider unrestricted funds not committed or invested in tangible fixed assets held by the charity are adequate, and will continue to monitor transactions with the aim of retaining sufficient reserves for the future by both investigating ways of increasing income and reducing costs.

Unrestricted funds

During the year ended 31 March 2022 there was net income of £7,325 (net income of £27,967 in the previous year).

Unrestricted funds held at 31 March 2022 totalled £107,418, increased from £100,093 held at the previous year end. As mentioned above, this increase is somewhat misleading as ongoing grant funding received in both the current year and prior years is in effect partially unspent in those years due to reduced opening and shutdowns. The Council of Management consider this fund increase will be utilised in future years, once activities trading can hopefully return.

Restricted funds

Restricted funds comprise National Lottery funded assets, grant and donation funded building works and a piano bursary.

There is net expenditure within restricted funds of £2,701 in the year, and £1,200 endowment funds, relating to the continued depreciation of the historic buildings cost.

Specific changes in fixed assets

Changes in fixed assets are shown in detail in the notes to the accounts. There were minimal changes in fixed assets in the year.

Share capital

The company is limited by guarantee and therefore has no share capital.

Independent examiner

There has been no change of independent examiner during the year, which remains as Anita Buckley from Number Hut Limited.

Prema
Report of the Council of Management
For the year ended 31 March 2022

Statement of Responsibilities of the Council of Management

The Charities Act and the Companies Act require the Council of Management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed , subject to any material departures disclosed and explained in the financial statements;

The Council of Management are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council of Management are also responsible for the contents of the their report, and the responsibility of the independent examiner in relation to the Council of Managements' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

Method of preparation of accounts

The Council of Management have adopted the provisions of 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 "(FRS102) (effective 1 January 2019).

Approval

This report and the annual accounts were discussed at a meeting of the Council of Management and were approved by the Council of Management on 17 October 2022.

Karen Hilliard
Member of the Council of Management and Company Secretary
14 December 2022

Prema

**Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2022**

I report on the financial statements of the Charity for the year ended 31 March 2022 which are set out on pages 9 to 21.

Respective responsibilities of Council of Management and examiner

The charity's Council of Management (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's Council of Management consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Charities Act), and that an independent examination is needed.

I am qualified to undertake the examination by being a qualified member of the Chartered Association of Certified Accountants.

Having satisfied myself that the charity is not subject to audit under company law, or otherwise, and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with general Directions given by the Charity Commission. An independent examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Council of Management concerning any such matters.

The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the next statement.

Prema
Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2022

Independent examiner's statement

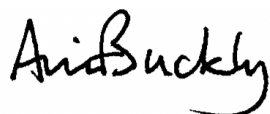
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006 and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

14 December 2022

Relevant professional qualification(s) or body: FCCA (Fellow of the Association of Chartered Certified Accountants)

Prema
Statement of Financial Activities
for the year ended 31 March 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total this year 2022 £	Total last year 2021 £
Income:						
Donations and legacies	3	71,002	-	-	71,002	76,430
Income from charitable activities	4	30,705	-	-	30,705	7,206
Income from trading activities	5	28,754	-	-	28,754	1,152
Investment income	6	4	-	-	4	14
Other income	7	25,606	5,978	-	31,584	51,567
Total income		156,071	5,978	-	162,049	136,369
Expenditure						
Costs of raising funds	8	14,490	-	-	14,490	14,002
Charitable activities	9	134,256	8,679	1,200	144,135	98,307
Other	11	-	-	-	-	-
Total expenditure		148,746	8,679	1,200	158,625	112,309
Net income/expenditure		7,325 -	2,701 -	1,200	3,424	24,060
Transfers between funds		-	-	-	-	-
Other recognised gains/(losses)		-	-	-	-	-
Net movement in funds	19	7,325 -	2,701 -	1,200	3,424	24,060
Reconciliation of funds						
Total funds brought forward		100,093	117,696	82,800	300,589	276,529
Total funds carried forward	19	107,418	114,995	81,600	304,013	300,589

The net movement in funds referred to above is the net incoming resources as defined in the SORP and is reconciled to the total funds as shown in the Balance Sheet on page 10 as required by the SORP.

All income and expenditure derives from continuing activities.

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

The notes on pages 11 to 21 form an integral part of these accounts.

Prema
Company number **2589184**
Balance Sheet
as at 31 March 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total this year 2022 £	Total last year 2021 £
Fixed assets						
Tangible assets	14	39,455	355,325	81,600	476,380	484,547
Current assets						
Stock	15	-	-	-	-	-
Debtors	16	6,111	-	-	6,111	3,267
Cash at bank and in hand		70,110	4,455	-	74,565	86,358
Total current assets		76,221	4,455	-	80,676	89,625
Liabilities						
Creditors: amounts falling due within one year	17	8,258	-	-	8,258	22,820
Net current assets/(liabilities)		67,963	4,455	-	72,418	66,805
Total net assets		107,418	359,780	81,600	548,798	551,352
Funds of the Charity						
Unrestricted funds		76,948			76,948	68,836
Designated funds		30,470			30,470	31,257
Expendable restricted fund/deferred income	18		244,785		244,785	250,763
Restricted income funds			114,995		114,995	117,696
Endowment funds				81,600	81,600	82,800
Total charity funds	19	107,418	359,780	81,600	548,798	551,352

For the financial year ended 31 March 2022, the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006, and no notice has been deposited under section 476 of the Act.

The Council of Management acknowledge their responsibility for ensuring that the charity keeps accounting records which comply with section 386 of the Act, and for preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the charity.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Statement of Recommended Practice applicable to charities.

Approved by the Council of Management on 17 October 2022 and signed on its behalf by

Simon Opher
Member of the Council of Management and Chair to 17 October 2022
14 December 2022

The notes on pages 11 to 21 form an integral part of these accounts.

Prema
Notes to the Accounts
for the year ended 31 March 2022

1 Accounting policies

Basis of preparation of the accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities, the Financial Reporting Standard for Smaller Entities (FRS 102) and the Companies Act 2006.

Accounting convention

The financial statements are prepared, on a going concern basis, under the historical cost convention. Assets and liabilities are initially recognised at historical cost or transaction value, unless otherwise stated in the relevant accounting policy note(s).

Incoming Resources

Incoming resources are accounted for on a receivable basis.

Investment Income

Bank interest is included in the income and expenditure account on a receivable basis.

Grant Income

Revenue grants are credited to the income and expenditure account as receivable.

Fixed assets acquired with grant assistance are stated at cost and depreciated over their useful economic lives. The receipt of the grant is recorded as a restricted fund in the statement of financial activities. Depreciation charged on fixed assets purchased by grant money is shown as expenditure out of the restricted fund.

Recognition of liabilities

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the SORP.

Resources Expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Charitable expenditure includes both direct costs of the programmes and support costs relating to these activities. Governance costs include those costs incurred in the governance of the charity and its assets and are primarily those associated with constitutional and statutory requirements. Support costs include central functions and are those functions that assist the work of the charity but do not directly relate to charitable activities.

The allocation and apportionment of costs between charitable activities, governance and support costs is based on the use of each specific resource.

Fixed assets and depreciation

All tangible fixed assets are stated at historical cost less depreciation.

Website development costs have been capitalised as a tangible fixed asset in accordance with FRS 15 and UITF abstract 29. It is considered reasonably certain that the website will generate future economic benefit at least as great as the amount capitalised over its anticipated useful life of 5 years.

Prema
Notes to the Accounts
for the year ended 31 March 2022

1 Accounting policies, continued

Depreciation has been provided at the following rates in order to write off the assets (less their estimated residual value) over their estimated useful economic lives.

Freehold land	-
Buildings	2% straight line basis
Fixtures and fittings	20% reducing balance basis
Website	20% straight line basis

Stock

Stock is included at the lower of cost or net realisable value.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Taxation

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities.

Funds structure policy

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Restricted funds have been provided to the charity for particular purposes, and it is the policy of the board of trustees to carefully monitor the application of those funds in accordance with the restrictions placed upon them.

There is no formal policy of transfer between funds or on the allocation of funds to designated funds, other than that described above.

2 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Prema
Notes to the Accounts
for the year ended 31 March 2022

3 Income from donations and legacies

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Grants:				
Stroud District Council	15,527	-	15,527	5,000
Arts Council	53,217	-	53,217	70,532
	<u>68,744</u>	<u>-</u>	<u>68,744</u>	<u>75,532</u>
Friends membership	994	-	994	330
Donations	1,264	-	1,264	568
	<u>71,002</u>	<u>-</u>	<u>71,002</u>	<u>76,430</u>

4 Income from charitable activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Tickets for performances	3,016	-	3,016	-
Classes	13,527	-	13,527	2,901
Workshops	14,162	-	14,162	4,305
	<u>30,705</u>	<u>-</u>	<u>30,705</u>	<u>7,206</u>

5 Income from other trading activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Sale of dresser goods	1,562	-	1,562	164
Sale of art	9,436	-	9,436	588
Rent income	5,178	-	5,178	400
Booking fees	-	-	-	-
Create Gloucestershire - re interns	12,578	-	12,578	-
Phone and copier income	-	-	-	-
Other income	-	-	-	-
	<u>28,754</u>	<u>-</u>	<u>28,754</u>	<u>1,152</u>

Prema
Notes to the Accounts
for the year ended 31 March 2022

6 Investment Income

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Bank deposit interest received	4	-	4	14

7 Other income

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Capital grant amortisation		5,588	5,588	5,588
Revenue grant amortisation	-	390	390	-
Covid relief grants	16,480	-	16,480	8,520
HMRC job retention scheme/furlough	8,726	-	8,726	36,659
Other revenue grant received	400	-	400	800
	<u>25,606</u>	<u>5,978</u>	<u>31,584</u>	<u>51,567</u>

8 Expenditure on raising funds

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Staff costs	14,490	-	14,490	14,002
Other fundraising expenses	-	-	-	-
	<u>14,490</u>	<u>-</u>	<u>14,490</u>	<u>14,002</u>

9 Expenditure on charitable activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Performance and events costs	2,437	-	2,437	-
Workshop costs	18,070	-	18,070	3,310
Staff costs - direct costs	25,466	-	25,466	25,912
Piano Bursary costs	-	390	390	-
	<u>45,973</u>	<u>390</u>	<u>46,363</u>	<u>29,222</u>
Governance costs	21,806	-	21,806	20,066
Support costs	66,477	9,489	75,966	49,019
	<u>134,256</u>	<u>9,879</u>	<u>144,135</u>	<u>98,307</u>

Prema
Notes to the Accounts
for the year ended 31 March 2022

10 Governance and support costs

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Last year total Funds 2021 £
Governance costs:				
Staff costs	13,637	-	13,637	13,350
Rates, insurance and licences	1,301	-	1,301	1,049
Heat, light and cleaning	1,795	-	1,795	1,612
Repairs and renewals	1,633	-	1,633	1,082
General office costs	2,086	-	2,086	1,744
Independent Examiner Services	850	-	850	850
Bank and card charges	504	-	504	379
	21,806	-	21,806	20,066
Support costs:				
Staff costs - support	23,730	-	23,730	17,462
Staff training	419	-	419	-
Sale of art costs	846	-	846	-
Dresser and other materials costs	4,876	-	4,876	184
Catering costs	353	-	353	-
Marketing and advertising	99	-	99	28
Consultancy	8,900	-	8,900	4,800
Printing and artwork	-	-	-	350
Exhibitions costs	6,558	-	6,558	524
Travel	260	-	260	-
Heat, light and cleaning	4,189	-	4,189	3,760
Repairs and renewals	3,810	-	3,810	2,525
General office costs	4,893	-	4,893	4,036
Rates, insurance and licences	3,035	-	3,035	2,449
Other charitable expenditure	-	-	-	-
Accountancy	-	-	-	26
Bank and card charges	1,178	-	1,178	885
Depreciation of buildings	700	9,460	10,160	10,160
Depreciation of fixtures and fittings	2,453	29	2,482	1,721
Depreciation of website	-	-	-	-
Loss/(profit) on disposal of fixed asset	178	-	178	109
	66,477	9,489	75,966	49,019

The allocation and apportionment of costs between governance and support costs as set out above is based the use of each specific resource.

Prema
Notes to the Accounts
for the year ended 31 March 2022

11 Other expenditure

There were no items of expenditure that was neither related to raising funds for the charity, nor part of its expenditure on charitable activities.

12 Net income/expenditure for the year

	2022	2021
	£	£
The percentage of income accruing outside the United Kingdom was	-	-
The net income/expenditure for the year is stated after charging:		
Depreciation of owned fixed assets	12,642	11,880
Independent Examiner : Independent Examination	850	850

See note 20 for details of expenses paid to trustees or persons connected with them.

13 Staff costs and emoluments

	2022	2021
	£	£
Gross Salaries : staff	76,092	68,947
Employer's National Insurance	204	585
Employer's pension contributions	1,027	1,194
	<u>77,323</u>	<u>70,726</u>
Numbers of full time employees or full time equivalents	2022	2021
Engaged on charitable activities	1	1
Engaged on fundraising activities	1	1
Engaged on management and administration	2	2
	<u>4</u>	<u>4</u>

There were no employees with emoluments in excess of £60,000 per annum.

See note 20 for details of salary paid to trustees or persons connected with them.

Prema
Notes to the Accounts
for the year ended 31 March 2022

14 Tangible fixed assets

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Asset cost, valuation or revalued amount				
At 1 April 2021	538,007	102,634	15,456	656,097
Additions	-	4,653	-	4,653
Disposals	-	- 2,075	-	- 2,075
At 31 March 2022	<u>538,007</u>	<u>105,212</u>	<u>15,456</u>	<u>658,675</u>
Accumulated depreciation and impairment provisions				
At 1 April 2021	60,960	95,134	15,456	171,550
Charge for the year	10,160	2,482	-	12,642
Eliminated on disposals	-	- 1,897	-	- 1,897
At 31 March 2022	<u>71,120</u>	<u>95,719</u>	<u>15,456</u>	<u>182,295</u>
Net book value				
At 31 March 2022	<u>466,887</u>	<u>9,493</u>	<u>-</u>	<u>476,380</u>
At 31 March 2021	<u>477,047</u>	<u>7,500</u>	<u>-</u>	<u>484,547</u>

All assets are used for direct charitable purposes and there are no inalienable or heritage assets.

The fixed asset additions in the year can be further analysed:

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Restricted funds:				
Funded by grants	-	-	-	-
Funded by restricted donations	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unrestricted funds:				
Funded by designated fund	-	-	-	-
Funded by general unrestricted funds	-	4,653	-	4,653
	<u>-</u>	<u>4,653</u>	<u>-</u>	<u>4,653</u>
Total additions in the year	<u>-</u>	<u>4,653</u>	<u>-</u>	<u>4,653</u>

Significant buildings additions took place in the year ended 31 March 2016 and are being depreciated over an estimated useful life of 50 years. The grants received to fund the building works have been included as deferred income (see note 18) and are also being amortised over the same 50 year period.

The historic buildings cost brought forward were also depreciated in the that year, on the same basis, assuming an estimated useful life of 50 years, and continue to do so.

Prema
Notes to the Accounts
for the year ended 31 March 2022

15 Stock

	2021	2020
	£	£
Goods held for sale	-	-

16 Debtors

	2021	2020
	£	£
Trade debtors	4,522	1,311
Other Debtors	161	232
Prepaid expenses	1,428	1,724
Accrued income	-	-
	<u>6,111</u>	<u>3,267</u>

17 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	1,308	681
Accrued expenses	5,738	2,058
Deferred income	424	18,614
Taxation and social security	544	1,223
Other creditors	244	244
	<u>8,258</u>	<u>22,820</u>

18 Expendable restricted fund/deferred income

	At 1 April	Received	Amortisation	At 31 March
	2021	in the year	charge	2022
	£	£	£	£
Capital grants:				
Summerfield Charitable Trust	26,400	-	600	25,800
Gloucestershire Environmental Trust	29,310	-	665	28,645
Arts Council England	190,208	-	4,323	185,885
Revenue grants:				
Piano bursary	4,845	-	390	4,455
	<u>250,763</u>	<u>-</u>	<u>5,978</u>	<u>244,785</u>

Grants of a capital nature were received in the year ended 31 March 2016. They have been included in the balance sheet as deferred income and are being written off over the life of the assets to which the grants relate. Amortisation of the grants has been calculated at 2%, writing off the grants over a period of 50 years, matching the depreciation of the building works.

A revenue grant was received in the year ended 31 March 2019, which is to be used to provide piano lessons to children who otherwise would not be able to afford them. The income is being amortised matching the costs of the piano lessons.

Prema
Notes to the Accounts
for the year ended 31 March 2022

19 Movements in and analysis of Funds

	At 1 April 2021 £	Incoming resources £	Outgoing resources £	At 31 March 2022 £
Unrestricted Funds	100,093	156,071	- 148,746	107,418
Restricted Funds	117,696	-	- 2,701	114,995
Expendable restricted/deferred income	250,763	-	- 5,978	244,785
Endowment Funds	82,800	-	- 1,200	81,600
Total Funds	<u>551,352</u>	<u>156,071</u>	<u>- 158,625</u>	<u>548,798</u>

Unrestricted funds included above can be further analysed as:

	General unrestricted £	Designated funds £	Total unrestricted £
Income	156,071	-	156,071
Expenditure	- 147,959	- 787	- 148,746
Net income/ expenditure in the year	<u>8,112</u>	<u>- 787</u>	<u>7,325</u>
Funds brought forward	68,836	31,257	100,093
Funds carried forward	<u>76,948</u>	<u>30,470</u>	<u>107,418</u>

The Council of Management designated the balance held at 31 March 2014 in a COIF Charities Deposit Fund account as to be used for the specific purpose of the planned future building works. The building work took place in the year to 31 March 2016. The outgoing resources figure above relates to depreciation charge.

Restricted funds can be further analysed as:

	At 1 April 2021 £	Grants received £	SOFA Net income/ expenditure £	At 31 March 2022 £
Restricted Funds				
National Lottery Project	71,310	-	- 1,646	69,664
Donation funded 2015/16 build works	46,386	-	- 1,055	45,331
	<u>117,696</u>	<u>-</u>	<u>- 2,701</u>	<u>114,995</u>
Expendable restricted/deferred income				
Grant funded 2015/16 build works	245,918	-	- 5,588	240,330
Piano bursary	4,845	-	- 390	4,455
	<u>250,763</u>	<u>-</u>	<u>- 5,978</u>	<u>244,785</u>
Endowment Funds				
Bethseda Chapel	82,800	-	- 1,200	81,600

The National Lottery project relates to capital assets acquired out of restricted funds received in an earlier year, and which are subject to the depreciation policy applying to the category of asset

Prema
Notes to the Accounts
for the year ended 31 March 2022

19 Movements in and analysis of Funds, continued

See note 18 for further details regarding the capital grants received.

Restricted funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
National Lottery Project				
Depreciation of buildings	-	-	1,617	
Depreciation of fixtures and fittings	-	-	29	
	<u>-</u>	<u>-</u>	<u>1,646</u>	<u>- 1,646</u>
Grant funded 2015/16 build works				
Capital grant amortisation	-	5,588	-	
Depreciation of buildings	-	-	5,588	
	<u>-</u>	<u>5,588</u>	<u>5,588</u>	<u>-</u>
Donation funded 2015/16 build works				
Depreciation of buildings	-	-	1,055	
	<u>-</u>	<u>-</u>	<u>1,055</u>	<u>- 1,055</u>
Expendable restricted/deferred income				
Revenue grant amortisation	-	390	-	
Piano bursary costs	-	-	390	
	<u>-</u>	<u>390</u>	<u>390</u>	<u>-</u>
Total of all restricted funds	<u>-</u>	<u>5,978</u>	<u>8,679</u>	<u>- 2,701</u>

Restricted endowment funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
Endowment fund				
Depreciation of buildings	-	-	1,200	
	<u>-</u>	<u>-</u>	<u>1,200</u>	<u>- 1,200</u>

**Prema
Notes to the Accounts
for the year ended 31 March 2022**

20 Related party transactions

Council of Management/Directors

The following member of the Council of Management/Directors has been paid remuneration or received any other benefits from an employment:

Bethan Marriott	£
Member of the Council of Management from 21 February 2022	
Transaction: gross salary paid for employment April 2021 to June 2021	3,939

No members of the Council of Management/Directors have been paid remuneration or received any other benefits from any related entities, nor paid any trustee expenses, during the year or previous

The Council of Management consider there is one employee who can be considered as key management personnel. This employee received salary (included in the figures in note 13), the reimbursement of expenses paid for personally, and a payment of £390 self employment income in respect of piano lessons provided in accordance with the restricted piano bursary funds. The transaction is considered to have been at arms length and on normal contractual terms.

There were no other transactions with or year end balances outstanding with any other related parties.

PREMA

England & Wales - Charity number 1002269

Accounts

Registered Charity Number
1002269

Registered Company Number
2589184

Prema
Company Limited by Guarantee
Report and Accounts
For The Year Ended
31 March 2021



Number Hut Limited
Chartered Certified Accountants
13 The Green, Uley, Dursley, Gloucestershire, GL11 5SN

Prema

Report and accounts

For the year ended 31 March 2021

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Prema
Report of the Council of Management
For the year ended 31 March 2021

Introduction

The Council of Management, who are also Directors for the purposes of the Companies Act, have pleasure in presenting their annual report and unaudited financial statements of the charity for the year ended 31 March 2021.

Reference and Administrative Information

Charity name Prema
Company Registration Number 2589184
Charity Registration Number 1002269
The Registered Office is Bethesda Chapel
Uley
Dursley
Gloucestershire
GL11 5SS

Council of Management Simon Opher (Chair)
Simon Fisher (Treasurer)
Thrisa Haldar
Kenneth Lush
Laura Nicholas
Janet Wood
Kim Lawrence
Peter Duff Hart-Davis
Karen Pitney
Karen Hilliard (Company secretary)
Tom Williams

Bethan Marriott (appointed 8 November 2021)
Katie Norton (appointed 8 November 2021)
Melanie Paraskava (appointed 8 November 2021)

Non-voting members:
Faye Stewart (Relationship Manager, Arts Council England)

Independent Examiner Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

**Prema
Report of the Council of Management
For the year ended 31 March 2021**

Structure, Governance and Management

The company is established as a company limited by guarantee and is registered with the Charity Commission. The affairs of the company are governed by its memorandum and articles of association. The liability of the members in the event of the company being wound up is limited to a sum not exceeding £1.00.

General

The former "Prema Project" existed to oversee the assets of the Prema Trust (shares and investments and their building, Bethesda Chapel, which is used by Prema for its business). During the Financial year 1996/7 the Prema Project took the decision to 'wind up' and to sign over all of its assets to Prema, thus making both the Chapel and the monies invested, the property of the trading company. At the AGM in November 1997, it was agreed the shares now owned by the company should be cashed in and the money be invested in the existing COIF account. This "nest egg" was then invested in the fabric of Bethesda Chapel as part of a major refurbishment programme in FY 2015/16.

Prema is overseen by a Council of Management - independent people who either have a specialist working knowledge in the area of Prema's trade, or those who have significant links/understanding of local politics and how Prema might be best positioned to enjoy a healthy, continued funding relationship with existing investors. The members receive no remuneration for their time investment in Prema - the Council does not take expenses, it relies solely on goodwill and belief in the mission of the organisation.

Recruitment and appointment of new members of the Council of Management

The Council of Management holds its AGM each Autumn. New members to the committee are actively recruited (via the existing board and/or staff). The Council of Management seeks to bring individuals onto the board who have a specialist knowledge or experience which would lend itself well to Prema's operation and plans for future development.

Objectives and Activities

Prema exists to allow the community to interface with quality arts activities through a programme of creative opportunities and cultural expression. The programme embraces an ambitious education programme of workshops, weekly classes and seminars as well as an impressive outreach programme which offers dynamic arts opportunities to schools and community & health organisations within Gloucestershire's administrative boundaries (and farther afield too).

In addition to its prominent education programme, Prema is a Centre of Excellence for contemporary and emerging artforms. Arts Council England - South West (Prema's largest single investor) has included this organisation in its portfolio of funded organisation (NPO – National Portfolio Organisation) in recognition of Prema's strategic developmental role for emerging artists and arts practices. This role is delivered via a programme of Performance, Physical Theatre, New Dance and Installation based visual art and all the hybrids between established and emerging artforms. ACE (SW) also maintains investment in Prema by way of supporting the full participatory and education programmes delivered by the Centre.

**Prema
Report of the Council of Management
For the year ended 31 March 2021**

Prema also receives grant funding from Stroud District Council, currently £5,000 per annum. It should be noted that the current investment is less than one third of the Council's investment in the mid 1990s. This action was taken due to the compulsion for all local authorities to dramatically reduce their investments and costs in the light of economic downturn and global recession. It is for this reason that Prema has sought to diversify its own earned income streams and to become less reliant on grant aid – however, the size of this organisation, its rural location and the ratio of quality vs. affordability means that Prema is (and will continue to be) unable to function without the investment from Arts Council England and other grant-making bodies.

Prema's administrative base is Bethesda Chapel, South Street, Uley, Dursley GL11 5SS. We promote a large number of events at the Centre itself, but we also have a growing demand to promote activities in other venues - often in partnership with other promoters. Our schools outreach programme is very popular and we (in accordance with suggestion from SDC) have worked in partnership with other venues and community organisations to offer affordable, accessible, robust creative programmes for members of the community (in its broadest context) and to promote developmental, challenging projects and events which respond to the cultural palette of the locality, but also to show tomorrow's mainstream today.

Achievements and Performance

Developments, Activities and Achievements during the year

This was an unusual year for Prema with pandemic affecting the outputs and income of this charity. It has been a period of great uncertainty and heart-break for Prema and its supporters however we have been immeasurably more fortunate than so many. We have been fortunate to maintain the core funding from Arts Council England and also Stroud District Council as well as make good use of the Job Retention Scheme (furlough), meaning that the key elements of expenditure have been covered. Our ability to earn any significant income has been hampered by a year which has been plagued by lockdowns, outbursts of the virus, fear and apprehension from every member of the public in regards to their safety away from home. But it has also brought about a sense of dread for the financial stability of everything and for everyone for the foreseeable future. Prema is in a lucky position to have ongoing core investment until March 2023 from Arts Council England and has used the fallow periods of the pandemic to plan for the future and rationalise expenditure and staffing resources to afford this charity a greater sense of financial balance moving forward.

Going concern

As we experience trying financial times in the UK alongside an increasingly politicized culture, the certainty of continued core funds for Prema looks increasingly shaky. As reported above, Gloucestershire County Council have disinvested from all but their essential services and the stability of investments from Stroud District Council is somewhat fragile. The certainty of monies from Arts Council England matched with a reduction in staff working hours means that we can look forward to a future – one which is far from certain – but a future nonetheless.

Prema
Report of the Council of Management
For the year ended 31 March 2021

Risk

As highlighted above, the future looks uncertain. This is not particular to Prema – every arts organisation in England, Wales and Scotland is experiencing similar financial problems due to the effects of the pandemic. Prema is a relatively admin-light organisation. Being small and independent, it means that Prema can quickly and effectively change or adapt to the funding climate. Its brand is strong, its programme even stronger and we believe that through careful planning and robust communication with our peer organizations and funders, that we may still look forward to a long and healthy future.

Fundraising

Prema has continued to work with other arts organisations in the county to boost fundraising capacity and skills so that we are able to build projects and initiatives as well as exploring a more sustainable seam of income. We fundraise through a variety of means - a permanent collection box on site, personalised letters sent to those who are frequent users of the arts centre and also developing relationships with 'high-worth individuals' who have an established reputation as benefactors for particular creative or community-based projects.

Due to the covid lockdowns and prolonged closed periods donations have been minimal in the year to 31 March 2021.

All donations that were received in the year have been included within unrestricted funds.

Financial review

The financial statements are set out on pages 9 to 21.

As shown in the Statement of Financial Activities schedule, there has been net income in the year of £24,060 (year ended 31 March 2019: total net expenditure of £18,929).

The in-year surplus has arisen primarily due to ongoing grant funding continuing in the year from the Arts Council and Stroud District Council (see note 3) in period when expenditure has reduced significantly due to the covid shutdowns. The in-year movement is therefore somewhat misleading.

Furlough grant income from HMRC of £36,659 was also received in the year, to partially offset payroll costs in the shutdown periods. This has been included in the accounts within "other income", see

In addition Prema also received covid relief grants in the year totalling £25,000. £15,000 was received from the Arts Council, of which the Council of Management consider £8,520 was spent in the year on specific expenses required to re-open following the covid shutdowns. The balance of £6,480 has been carried forward at the year end. £10,000 was received in the year from Stroud District Council and that income has been wholly deferred in this accounting year, to be expended when activity and trading resumes. The total covid grant income carried forward at the year end of £16,480 has been included in the accounts as unrestricted deferred income, see note 17.

**Prema
Report of the Council of Management
For the year ended 31 March 2021**

Reserves

All funds have positive fund balances at the year end, with cumulative charity funds totalling £551,352

The Council of Management consider unrestricted funds not committed or invested in tangible fixed assets held by the charity are adequate, and will continue to monitor transactions with the aim of retaining sufficient reserves for the future by both investigating ways of increasing income and reducing costs.

Unrestricted funds

During the year ended 31 March 2021 there was net income of £27,967, compared to net expenditure

Unrestricted funds held at 31 March 2021 totalled £100,093, increased from £72,126 held at the previous year end. As mentioned above, this increase is somewhat misleading as ongoing grant funding received in the current year is in effect unspent in the year due to covid shutdowns. The Council of Management consider this fund increase will be utilised in future years, once activities trading can hopefully return.

Restricted funds

Restricted funds comprise National Lottery funded assets, grant and donation funded building works and a piano bursary.

There is net expenditure within restricted funds of £2,715 in the year, and £1,200 endowment funds, relating to the continued depreciation of the historic buildings cost.

Specific changes in fixed assets

Changes in fixed assets are shown in detail in the notes to the accounts. There were minimal changes in fixed assets in the year.

Share capital

The company is limited by guarantee and therefore has no share capital.

Independent examiner

There has been no change of independent examiner during the year, which remains as Anita Buckley from Number Hut Limited.

Prema
Report of the Council of Management
For the year ended 31 March 2021

Statement of Responsibilities of the Council of Management

The Charities Act and the Companies Act require the Council of Management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed , subject to any material departures disclosed and explained in the financial statements;

The Council of Management are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council of Management are also responsible for the contents of the their report, and the responsibility of the independent examiner in relation to the Council of Managements' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

Method of preparation of accounts

The Council of Management have adopted the provisions of 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 "(FRS102) (effective 1 January 2019).

Approval

This report and the annual accounts were discussed at a meeting of the Council of Management and were approved by the Council of Management on 8 November 2021.

Karen Hilliard
Company Secretary
17 December 2021

Prema

Report of the Independent Examiner to the Council of Management on the accounts of the Charity for the year ended 31 March 2021

I report on the financial statements of the Charity for the year ended 31 March 2021 which are set out on pages 9 to 21.

Respective responsibilities of Council of Management and examiner

The charity's Council of Management (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's Council of Management consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Charities Act), and that an independent examination is needed.

I am qualified to undertake the examination by being a qualified member of the Chartered Association of Certified Accountants.

Having satisfied myself that the charity is not subject to audit under company law, or otherwise, and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with general Directions given by the Charity Commission. An independent examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the Council of Management concerning any such matters.

The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the next statement.

Prema
Report of the Independent Examiner to the Council of Management
on the accounts of the Charity for the year ended 31 March 2021

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006 and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Anita Buckley
Number Hut Limited
13 The Green
Uley
Dursley
Gloucestershire
GL11 5SN

Date 17 December 2021

Relevant professional qualification(s) or body: FCCA (Fellow of the Association of Chartered Certified Accountants)

Prema
Statement of Financial Activities
for the year ended 31 March 2021

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total this year 2021 £	Total last year 2020 £
Income:						
Donations and legacies	3	76,430	-	-	76,430	76,497
Income from charitable activities	4	7,206	-	-	7,206	37,289
Income from trading activities	5	1,152	-	-	1,152	16,036
Investment income	6	14	-	-	14	70
Other income	7	45,979	5,588	-	51,567	6,093
Total income		130,781	5,588	-	136,369	135,985
Expenditure						
Costs of raising funds	8	14,002	-	-	14,002	14,306
Charitable activities	9	88,812	8,295	1,200	98,307	140,608
Other	11	-	-	-	-	-
Total expenditure		102,814	8,295	1,200	112,309	154,914
Net income/expenditure		27,967 -	2,707 -	1,200	24,060 -	18,929
Transfers between funds		-	-	-	-	-
Other recognised gains/(losses)		-	-	-	-	-
Net movement in funds	19	27,967 -	2,707 -	1,200	24,060 -	18,929
Reconciliation of funds						
Total funds brought forward		72,126	120,403	84,000	276,529	295,458
Total funds carried forward	19	100,093	117,696	82,800	300,589	276,529

The net movement in funds referred to above is the net incoming resources as defined in the SORP and is reconciled to the total funds as shown in the Balance Sheet on page 10 as required by the SORP.

All income and expenditure derives from continuing activities.

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

The notes on pages 11 to 21 form an integral part of these accounts.

Prema
Company number 2589184
Balance Sheet
as at 31 March 2021

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total this year 2021 £	Total last year 2020 £
Fixed assets						
Tangible assets	14	38,184	363,563	82,800	484,547	493,639
Current assets						
Stock	15	-	-	-	-	-
Debtors	16	3,267	-	-	3,267	2,270
Cash at bank and in hand		81,462	4,896	-	86,358	46,559
Total current assets		84,729	4,896	-	89,625	48,829
Liabilities						
Creditors: amounts falling due within one year	17	22,820	-	-	22,820	9,588
Net current assets/(liabilities)		61,909	4,896	-	66,805	39,241
Total net assets		100,093	368,459	82,800	551,352	532,880
Funds of the Charity						
Unrestricted funds		68,836			68,836	40,061
Designated funds		31,257			31,257	32,065
Expendable restricted fund/deferred income	18		250,763		250,763	256,351
Restricted income funds			117,696		117,696	120,403
Endowment funds				82,800	82,800	84,000
Total charity funds	19	100,093	368,459	82,800	551,352	532,880

For the financial year ended 31 March 2021, the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006, and no notice has been deposited under section 476 of the Act.

The Council of Management acknowledge their responsibility for ensuring that the charity keeps accounting records which comply with section 386 of the Act, and for preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the charity.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Statement of Recommended Practice applicable to charities.

Approved by the Council of Management on 8 November 2021 and signed on its behalf by

Simon Opher
Chair
17 December 2021

The notes on pages 11 to 21 form an integral part of these accounts.

Prema
Notes to the Accounts
for the year ended 31 March 2021

1 Accounting policies

Basis of preparation of the accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities, the Financial Reporting Standard for Smaller Entities (FRS 102) and the Companies Act 2006.

Accounting convention

The financial statements are prepared, on a going concern basis, under the historical cost convention. Assets and liabilities are initially recognised at historical cost or transaction value, unless otherwise stated in the relevant accounting policy note(s).

Incoming Resources

Incoming resources are accounted for on a receivable basis.

Investment Income

Bank interest is included in the income and expenditure account on a receivable basis.

Grant Income

Revenue grants are credited to the income and expenditure account as receivable.

Fixed assets acquired with grant assistance are stated at cost and depreciated over their useful economic lives. The receipt of the grant is recorded as a restricted fund in the statement of financial activities. Depreciation charged on fixed assets purchased by grant money is shown as expenditure out of the restricted fund.

Recognition of liabilities

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the SORP.

Resources Expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. Charitable expenditure includes both direct costs of the programmes and support costs relating to these activities. Governance costs include those costs incurred in the governance of the charity and its assets and are primarily those associated with constitutional and statutory requirements. Support costs include central functions and are those functions that assist the work of the charity but do not directly relate to charitable activities.

The allocation and apportionment of costs between charitable activities, governance and support costs is based on the use of each specific resource.

Fixed assets and depreciation

All tangible fixed assets are stated at historical cost less depreciation.

Website development costs have been capitalised as a tangible fixed asset in accordance with FRS 15 and UITF abstract 29. It is considered reasonably certain that the website will generate future economic benefit at least as great as the amount capitalised over its anticipated useful life of 5 years.

Prema
Notes to the Accounts
for the year ended 31 March 2021

1 Accounting policies, continued

Depreciation has been provided at the following rates in order to write off the assets (less their estimated residual value) over their estimated useful economic lives.

Freehold land	-
Buildings	2% straight line basis
Fixtures and fittings	20% reducing balance basis
Website	20% straight line basis

Stock

Stock is included at the lower of cost or net realisable value.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Taxation

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities.

Funds structure policy

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Restricted funds have been provided to the charity for particular purposes, and it is the policy of the board of trustees to carefully monitor the application of those funds in accordance with the restrictions placed upon them.

There is no formal policy of transfer between funds or on the allocation of funds to designated funds, other than that described above.

2 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Prema
Notes to the Accounts
for the year ended 31 March 2021

3 Income from donations and legacies

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Grants:				
Stroud District Council	5,000	-	5,000	5,000
Arts Council	70,532	-	70,532	69,258
	<u>75,532</u>	<u>-</u>	<u>75,532</u>	<u>74,258</u>
Friends membership	330	-	330	-
Donations	568	-	568	2,239
	<u>76,430</u>	<u>-</u>	<u>76,430</u>	<u>76,497</u>

4 Income from charitable activities

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Tickets for performances	-	-	-	6,590
Classes	2,901	-	2,901	12,827
Workshops	4,305	-	4,305	17,872
	<u>7,206</u>	<u>-</u>	<u>7,206</u>	<u>37,289</u>

5 Income from other trading activities

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Sale of dresser goods	164	-	164	2,460
Sale of art	588	-	588	7,436
Rent income	400	-	400	5,543
Booking fees	-	-	-	30
Create Gloucestershire - re interns	-	-	-	200
Phone and copier income	-	-	-	360
Other income	-	-	-	7
	<u>1,152</u>	<u>-</u>	<u>1,152</u>	<u>16,036</u>

Prema
Notes to the Accounts
for the year ended 31 March 2021

6 Investment Income

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Bank deposit interest received	14	-	14	70

7 Other income

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Capital grant amortisation		5,588	5,588	5,588
Revenue grant amortisation	-	-	-	505
Arts Council - covid relief grant	8,520	-	8,520	-
HMRC furlough grant	36,659	-	36,659	-
Other revenue grant received	800	-	800	-
	<u>45,979</u>	<u>5,588</u>	<u>51,567</u>	<u>6,093</u>

8 Expenditure on raising funds

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Staff costs	14,002	-	14,002	14,306
Other fundraising expenses	-	-	-	-
	<u>14,002</u>	<u>-</u>	<u>14,002</u>	<u>14,306</u>

9 Expenditure on charitable activities

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Performance and events costs	-	-	-	6,045
Workshop costs	3,310	-	3,310	18,989
Staff costs - direct costs	25,912	-	25,912	27,543
Piano Bursary costs	-	-	-	505
	<u>29,222</u>	<u>-</u>	<u>29,222</u>	<u>53,082</u>
Governance costs	20,066	-	20,066	20,246
Support costs	39,524	9,495	49,019	67,280
	<u>88,812</u>	<u>9,495</u>	<u>98,307</u>	<u>140,608</u>

Prema
Notes to the Accounts
for the year ended 31 March 2021

10 Governance and support costs

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year total Funds 2020 £
Governance costs:				
Staff costs	13,350	-	13,350	13,635
Rates, insurance and licences	1,049	-	1,049	1,274
Heat, light and cleaning	1,612	-	1,612	1,798
Repairs and renewals	1,082	-	1,082	525
General office costs	1,744	-	1,744	1,596
Independent Examiner Services	850	-	850	850
Bank and card charges	379	-	379	568
	<u>20,066</u>	<u>-</u>	<u>20,066</u>	<u>20,246</u>
Support costs:				
Staff costs - support	17,462	-	17,462	18,683
Sale of art costs	-	-	-	4,068
Dresser and other materials costs	184	-	184	2,656
Catering costs	-	-	-	334
Marketing and advertising	28	-	28	2,747
Consultancy	4,800	-	4,800	685
Printing and artwork	350	-	350	6,092
Exhibitions costs	524	-	524	1,263
Travel	-	-	-	359
Heat, light and cleaning	3,760	-	3,760	4,195
Repairs and renewals	2,525	-	2,525	1,224
General office costs	4,036	-	4,036	7,312
Rates, insurance and licences	2,449	-	2,449	2,973
Other charitable expenditure	-	-	-	-
Accountancy	26	-	26	288
Bank and card charges	885	-	885	1,325
Depreciation of buildings	700	9,460	10,160	10,160
Depreciation of fixtures and fittings	1,686	35	1,721	1,370
Depreciation of website	-	-	-	1,546
Loss/(profit) on disposal of fixed asset	109	-	109	-
	<u>39,524</u>	<u>9,495</u>	<u>49,019</u>	<u>67,280</u>

The allocation and apportionment of costs between governance and support costs as set out above is based the use of each specific resource.

Prema
Notes to the Accounts
for the year ended 31 March 2021

11 Other expenditure

There were no items of expenditure that was neither related to raising funds for the charity, nor part of its expenditure on charitable activities.

12 Net income/expenditure for the year

	2021	2020
	£	£
The percentage of income accruing outside the United Kingdom was	-	-
The net income/expenditure for the year is stated after charging:		
Depreciation of owned fixed assets	11,880	13,076
Independent Examiner : Independent Examination	850	850

See note 20 for details of expenses paid to trustees or persons connected with them.

13 Staff costs and emoluments

	2021	2020
	£	£
Gross Salaries : staff	68,947	71,342
Employer's National Insurance	585	1,606
Employer's pension contributions	1,194	1,219
	<u>70,726</u>	<u>74,167</u>
Numbers of full time employees or full time equivalents	2021	2020
Engaged on charitable activities	1	1
Engaged on fundraising activities	1	1
Engaged on management and administration	2	2
	<u>4</u>	<u>4</u>

There were no employees with emoluments in excess of £60,000 per annum.

See note 20 for details of salary paid to trustees or persons connected with them.

Prema
Notes to the Accounts
for the year ended 31 March 2021

14 Tangible fixed assets

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Asset cost, valuation or revalued amount				
At 1 April 2019	538,007	101,723	15,456	655,186
Additions	-	2,898	-	2,898
Disposals	-	- 1,987	-	- 1,987
At 31 March 2020	<u>538,007</u>	<u>102,634</u>	<u>15,456</u>	<u>656,097</u>
Accumulated depreciation and impairment provisions				
At 1 April 2019	50,800	95,291	15,456	161,547
Charge for the year	10,160	1,721	-	11,881
Eliminated on disposals	-	- 1,878	-	- 1,878
At 31 March 2020	<u>60,960</u>	<u>95,134</u>	<u>15,456</u>	<u>171,550</u>
Net book value				
At 31 March 2021	<u>477,047</u>	<u>7,500</u>	<u>-</u>	<u>484,547</u>
At 31 March 2020	<u>487,207</u>	<u>6,432</u>	<u>-</u>	<u>493,639</u>

All assets are used for direct charitable purposes and there are no inalienable or heritage assets.

The fixed asset additions in the year can be further analysed:

	Freehold Land and buildings £	Fixtures and equipment £	Website £	Total £
Restricted funds:				
Funded by grants	-	-	-	-
Funded by restricted donations	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unrestricted funds:				
Funded by designated fund	-	-	-	-
Funded by general unrestricted funds	-	2,898	-	2,898
	<u>-</u>	<u>2,898</u>	<u>-</u>	<u>2,898</u>
Total additions in the year	<u>-</u>	<u>2,898</u>	<u>-</u>	<u>2,898</u>

over an estimated useful life of 50 years. The grants received to fund the building works have been included as deferred income (see note 18) and are also being amortised over the same 50 year period.

The historic buildings cost brought forward were also depreciated in the that year, on the same basis, assuming an estimated useful life of 50 years, and continue to do so.

Prema
Notes to the Accounts
for the year ended 31 March 2021

15 Stock

	2021	2020
	£	£
Goods held for sale	-	-

16 Debtors

	2021	2020
	£	£
Trade debtors	1,311	218
Other Debtors	232	94
Prepaid expenses	1,724	1,748
Accrued income	-	210
	<u>3,267</u>	<u>2,270</u>

17 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	681	666
Accrued expenses	2,058	1,963
Deferred income	18,614	5,524
Taxation and social security	1,223	1,191
Other creditors	244	244
	<u>22,820</u>	<u>9,588</u>

18 Expendable restricted fund/deferred income

	At 1 April	Received	Amortisation	At 31 March
	2020	in the year	charge	2021
	£	£	£	£
Capital grants:				
Summerfield Charitable Trust	27,000	-	600	26,400
Gloucestershire Environmental Trust	29,975	-	665	29,310
Arts Council England	194,531	-	4,323	190,208
Revenue grants:				
Piano bursary	4,845	-	-	4,845
	<u>256,351</u>	<u>-</u>	<u>5,588</u>	<u>250,763</u>

Grants of a capital nature were received in the year ended 31 March 2016. They have been included in the balance sheet as deferred income and are being written off over the life of the assets to which the grants relate. Amortisation of the grants has been calculated at 2%, writing off the grants over a period of 50 years, matching the depreciation of the building works.

A revenue grant was received in the year ended 31 March 2019, which is to be used to provide piano lessons to children who otherwise would not be able to afford them. The income is being amortised matching the costs of the piano lessons.

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19 Movements in and analysis of Funds

	At 1 April 2020 £	Incoming resources £	Outgoing resources £	At 31 March 2021 £
Unrestricted Funds	72,126	130,781	- 102,814	100,093
Restricted Funds	120,403	-	- 2,707	117,696
Expendable restricted/deferred income	256,351	-	- 5,588	250,763
Endowment Funds	84,000	-	- 1,200	82,800
Total Funds	<u>532,880</u>	<u>130,781</u>	<u>- 112,309</u>	<u>551,352</u>

Unrestricted funds included above can be further analysed as:

	General unrestricted £	Designated funds £	Total unrestricted £
Income	130,781	-	130,781
Expenditure	- 102,006	- 808	- 102,814
Net income/ expenditure in the year	<u>28,775</u>	<u>- 808</u>	<u>27,967</u>
Funds brought forward	40,061	32,065	72,126
Funds carried forward	<u>68,836</u>	<u>31,257</u>	<u>100,093</u>

The Council of Management designated the balance held at 31 March 2014 in a COIF Charities Deposit Fund account as to be used for the specific purpose of the planned future building works. The building work took place in the year to 31 March 2016. The outgoing resources figure above relates to depreciation charge.

Restricted funds can be further analysed as:

	At 1 April 2020 £	Grants received £	SOFA Net income/ expenditure £	At 31 March 2021 £
Restricted Funds				
National Lottery Project	72,962	-	- 1,652	71,310
Donation funded 2015/16 build works	47,441	-	- 1,055	46,386
	<u>120,403</u>	<u>-</u>	<u>- 2,707</u>	<u>117,696</u>
Expendable restricted/deferred income				
Grant funded 2015/16 build works	251,506	-	- 5,588	245,918
Piano bursary	4,845	-	-	4,845
	<u>256,351</u>	<u>-</u>	<u>- 5,588</u>	<u>250,763</u>
Endowment Funds				
Bethseda Chapel	84,000	-	- 1,200	82,800

The National Lottery project relates to capital assets acquired out of restricted funds received in an earlier year, and which are subject to the depreciation policy applying to the category of asset

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19 Movements in and analysis of Funds, continued

See note 18 for further details regarding the capital grants received.

Restricted funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
National Lottery Project				
Depreciation of buildings	-	-	1,617	
Depreciation of fixtures and fittings	-	-	35	
	<u>-</u>	<u>-</u>	<u>1,652</u>	<u>- 1,652</u>
Grant funded 2015/16 build works				
Capital grant amortisation	-	5,588	-	
Depreciation of buildings	-	-	5,588	
	<u>-</u>	<u>5,588</u>	<u>5,588</u>	<u>-</u>
Donation funded 2015/16 build works				
Depreciation of buildings	-	-	1,055	
	<u>-</u>	<u>-</u>	<u>1,055</u>	<u>- 1,055</u>
Expendable restricted/deferred income				
Revenue grant amortisation	-	-	-	
Piano bursary costs	-	-	-	
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total of all restricted funds	<u>-</u>	<u>5,588</u>	<u>8,295</u>	<u>- 2,707</u>

Restricted endowment funds included in the Statement of Financial Activities:

	Donations and legacies £	Other income £	Expenditure £	Net income/ expenditure £
Endowment fund				
Depreciation of buildings	-	-	1,200	
	<u>-</u>	<u>-</u>	<u>1,200</u>	<u>- 1,200</u>

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20 Related party transactions

Council of Management/Directors

No members of the Council of Management/Directors have been paid any remuneration or received any other benefits from an employment with their charity or a related entity, during the year or previous

No members of the Council of Management/Directors have been paid any trustee expenses, during the year or previous year.

The Council of Management consider there is one employee who can be considered as key management personnel. This employee received salary (included in the figures in note 13) and the reimbursement of expenses paid for personally. Details of other transactions and balances are to report with this related party in the current or preceding year.

The following disclosable transactions took place during the year:

	2021	2020
	£	£
Martha Opher		
Relationship : Close family member of a member of the Council of Management		
Transaction : payment made for services provided		
Included in costs of charitable activities, sale of art costs	-	156
Included in costs of charitable activities, dresser and other materials cos	-	588

All of the above transactions are considered to have been at arms length and on normal contractual terms.

There were no balances with related parties outstanding at the year end.