



Plummer Parsons
Chartered Accountants

CORNERSTONE COMMUNITY CENTRE (HOVE)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

Company Registration No. 2781672 (England and Wales)

Charity Registration No. 1024932

**Chartered Accountants
& Statutory Auditor**

CORNERSTONE COMMUNITY CENTRE (HOVE)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Miss L Godfrey Dr R M P Sayer Ms A Ollerenshaw Mr O D Sykes Mr J Prichard Mr F Parkinson Mrs J Robinson The Revd E Collins Mr S Davidson	(Appointed 1 March 2021)
Secretary	Dr R M P Sayer	
Charity number	1024932	
Company number	2781672	
Principal address	Church Road Hove BN3 2FL	
Registered office	Church Road Hove BN3 2FL	
Independent examiner	K L McCurdy FCA CTA Plummer Parsons 4 Frederick Terrace Frederick Place Brighton East Sussex BN1 1AX	

CORNERSTONE COMMUNITY CENTRE (HOVE)

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CORNERSTONE COMMUNITY CENTRE (HOVE)

TRUSTEES' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2020

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CORNERSTONE COMMUNITY CENTRE (HOVE), ITS TRUSTEES AND ADVISERS

Company registration number
2781672

Charity registration number
1024932

Directors and trustees

Under the Memorandum and Articles of Association the following bodies are entitled to nominate or appoint trustees:

The incumbent of the benefice of Hove or nominee
The parochial church council of St John the Baptist Palmeira Square Hove (three members)
Local community (three members)
Users of Cornerstone (three members)
Brighton and Hove Council (one representative)
Chichester Diocesan Fund and Board of Finance (one representative)

Current trustees

The Revd Earl Collins (priest in charge at St John the Baptist)
Mrs Anne Johnson (user of Cornerstone until March 2021)
Mrs Maureen Muir (user of Cornerstone until February 2021)
Mr Francis Parkinson (user of Cornerstone)
Dr Richard Sayer (representative of local community)
Mrs Joy Robinson (representative of local community)
Mr Stewart Davidson (pcc of St John the Baptist Hove from March 2021)
Miss Lisa Godfrey (pcc of St John the Baptist Hove)
Ms Allison Ollerenshaw (pcc of St John the Baptist Hove chair)
Mr Jonathan Prichard (Chichester Diocesan Fund and Board of Finance)
Mr Oliver Sykes (Brighton and Hove Council/representative of local community)

The Board, as members of the company, may derive no benefit, income or capital interest from the company's affairs other than the reimbursement of out-of-pocket expenses. In the event of the company being wound up, each member, who is a member at that time, has undertaken to contribute £1.

Senior staff and principal advisors Centre Manager

Mr Jonathan Burrell

CORNERSTONE COMMUNITY CENTRE (HOVE)

TRUSTEES' REPORT (CONTINUED) **FOR THE YEAR ENDED 30 SEPTEMBER 2020**

Registered office

Cornerstone Community Centre
Church Road
Hove
BN3 2FL

Bankers

National Westminster Bank
Hove
East Sussex

Insurers

Ansvar Insurance

Reporting Accountant

Plummer Parsons
4 Frederick Terrace
Frederick Place
Brighton
BN1 1AX

STRUCTURE GOVERNANCE AND MANAGEMENT

Constitution

The Cornerstone Community Centre (Hove) is a company limited by guarantee not having a share capital and is a registered charity governed by its memorandum and articles of association.

The company's principal activity is to promote, assist and advance work to the benefit of the inhabitants enclosed by the former political ward boundaries of Brunswick and Adelaide and central Hove without distinction of race, or sex, or of political, religious or other opinions by associating the local authorities, voluntary organisations and inhabitants in a common effort to advance education and to provide facilities in the interests of social welfare for recreation and leisure time occupation with the object of improving the conditions of life for the said inhabitants.

Organisation and decision making structure

Members of board (management committee) are also members of the company and charity ("Cornerstone Community Centre (Hove)") and set corporate priorities and decide the overall financial strategy for the Centre in its prime imperative to promote the benefit of the inhabitants of the area. Monitoring the implementation of financial policies that reflect these agreed priorities remains with the board sitting as a management committee.

The management committee holds up to seven meetings a year reviewing overall activities against budget, deciding investment policy and performance and approving expenditure. Monthly reports on rents for rooms and expenditure are received.

The management committee promotes the annual budget having set key indicators and performance targets for various areas of activities. There are the following sub committees: building, finance, fundraising, and staffing upon which trustees and others sit. Regular reports are made to the full management committee; all recommendations are considered by the full management committee and appropriate decisions taken there.

CORNERSTONE COMMUNITY CENTRE (HOVE)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

Trustee recruitment, selection and induction

Membership of the management committee is a mixture of nominated and appointed membership, which is set in the Articles of Association. The committee attempts to ensure that the committee has the appropriate skills and experience to perform its tasks. During membership members are provided with regular updates on best practice and opportunities for further training are made available.

Other organisations with which the Company co-operates in achieving its objectives

The company's activities involve financial transactions with a number of other charities and associations active in the area. None are formally associated with the charity.

Decision making and delegation policy

The management committee considers and approves strategy and policies, sets the annual budget and delegates to the finance sub-committee monitoring and reporting responsibilities associated with the financial aspects of activities. In a similar way the other sub committees have delegated powers to oversee areas of activity or responsibility and report to the full committee for both accountability and decisions when policy discussion is required. The day to day management and implementation of agreed strategies and policies is undertaken by senior staff.

Risk assessment

The directors are responsible for maintaining a sound system of internal financial control to safeguard the company's assets. During 2020, the financial controls reviewed the previous year were applied identifying major risks to which the company is exposed and systems continue to be developed and procedures established to mitigate those risks. A formal risk assessment process has been adopted and will continue to be developed. The trustees expect to review the risk report annually.

OBJECTIVES AND ACTIVITIES

The company's principal activity is to promote, assist and advance the benefit of the inhabitants of the area of activity.

The main objectives of the charity are:

- To provide facilities for groups, organisations and associations to use;
- To promote the establishment of groups and associations to benefit identified sectors of the local population;
- To engage with the community to enhance its members' capacity to develop appropriate responses to identified needs.

As part of the first objective of the charity, financial information and projected income and expenditure, and usage of the Centre continued to be provided to the management committee on a monthly basis. In addition, regular inspection of the building is undertaken and the committee receives regular reports identifying progress and any issues arising.

In response to the second objective help to groups with fundraising and wider publicity to sustain them was severely restricted due to the pandemic. As part of the board's response to the exceptional circumstances staff help with funding for one project remains in place while practical support to other groups was offered by staff.

During the first half of the reporting period, Cornerstone Centre remained the location for a growing number of local organisations to meet together and share their experiences, skills and knowledge. The Manager is also active in the network of community centres within Brighton and Hove. This activity helps to ensure that the Centre remains aware of different ways of responding to identified needs locally.

CORNERSTONE COMMUNITY CENTRE (HOVE)

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

ACHIEVEMENTS AND PERFORMANCE

The reporting year ending September 2020 has been a year of two halves and contrasted acutely with the previous year of settling down after celebration of the Centre being open 25 years. Both staff and members of the management committee, so ably led by the chair, Ms Allison Ollerenshaw, acted decisively and speedily to meet what turned out to be an international crisis and pandemic.

The first half of the year saw normal activity with some groups being established and others stopping their activity. Demand for hiring space was slightly higher than in previous years. Expectation was for another successful year. One of the organisations forming part of the NHS sponsored initiative to reduce diabetes in the community chose to use the Centre for local delivery. As well as an outreach team from a drug and alcohol advice scheme planned to start sessions in April 2020.

Cornerstone Centre was one of the first to be affected by the Covid19 infections arriving in the UK in early February. A user who tested positive was identified and the Centre was closed for deep cleaning following advice from Public Health England. The board took the decision to be transparent about the infection and when reopening offered user groups the opportunity to decline to return. Some felt uncertain and awaited further guidance from health authorities. As we all know that guidance led to the March total lockdown starting on 23 March. The Centre closed until central government lifted restrictions which allowed for a small range of user groups to return in mid-summer. After careful sanitation measures and social distancing rules were implemented, the pre-school Amigos Group reopened at the end of June followed by four support groups at the end of August. In September half the usual user groups, some 30 groups, had returned basing themselves at the Centre for the autumn months.

The effect on the Centre was not just a physical one of being locked and closed; it was financial as well. However, the staff were determined to provide as comprehensive a service as possible despite being furloughed for much of the time.

In more usual years the trustees and management committee would have continued to monitor closely the occupancy rate of the Centre. Clearly this was not possible in the same way. For the full year 2019/2020 the centre was used for 3,950 hours (2018/2019 7,355), making the average Centre occupancy fall dramatically from the previous year to 43.6% (81.2% in 2018/2019). The monthly use comparisons were irrelevant as the Centre was closed for such long periods.

That the Centre was open and welcoming for such time as it was able to be open when many other centres were closed, is primarily due to the dedication of the Manager Mr Jonathan Burrell, assisted by Mr Paul O'Connell Assistant Manager supported throughout by the management committee and a small band of volunteers. In particular the main burden for much decision taking fell on the shoulders of the chair Ms Allison Ollerenshaw who consulted the board of trustees often and appropriately when communications were not easy.

In our previous year's report it was announced that our Treasurer, Ann Johnson, as well as a long standing trustee, Maureen Muir, had decided to retire during the year. However, due to the changed circumstances their formal retirement took place in the early months of 2021. As mentioned last year they have both given invaluable service to the Centre and the local community. Both reflect the commitment and willingness of individuals to give time, expertise and experience to others in the community. It is an example many others have been able to exercise during the pandemic: serving their neighbours in a selfless determined way. When possible proper public recognition will be made to thank Ann and Maureen for all they have achieved through their service at Cornerstone in so many ways.

The board's careful and prudent garnering of investments plus reserves has proved invaluable during the year and will be so for the unpredictable year to come. The investments and reserves are there primarily to cover both any unforeseen maintenance costs so easily encountered when responsible for a complex Victorian building, and to strive to cover the loss of grant support from the local authority. Though the government's staff furlough scheme has been crucial in restricting deficits, prolonged closure with no income would have been unsustainable without these cash reserves and the investments held.

CORNERSTONE COMMUNITY CENTRE (HOVE)

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2020

FINANCIAL REVIEW

Financial overview

The accounts show a deficit on operations of some (£35,194) for the year 2019/2020 excluding the pandemic support for furloughed staff. As usual the company's budget had anticipated a balanced outcome. Income from rents fell dramatically mainly due to enforced closure due to the pandemic. Rents and other income fell to £49,266 (£83,992 2018/2019); investment income fell slightly to £5,446. Most important has been the furlough payments from central government without which the financial picture would be very different. In total the Centre received some £19,495 from this source. This support has continued into operating year 2020/2021.

Total funds decreased by £11,897 reflecting reduction in cash held mitigated by the unrealised gains on investments. As explained earlier in this report receipt of central government support has meant that the centre has retained a relatively strong financial base for future years.

This year's special circumstances mean it is even more difficult to measure the value of volunteers' hours. Though the Centre was closed for much of the latter part of the year, they continued to play a vital part in the success of the Centre, giving time and skills to the benefit of fellow citizens over a number of years.

Reserves policy

The management's policy remains that the unrestricted general fund cash reserve should be set at a minimum level of six to 12 month's expenditure based on a typical year's expenditure. All investments provide income and reasonable funds to be available to cover work on the fabric.

Investments

The company invests through common investment funds and does not invest directly in the stock market. It takes cognisance of the funds' ethical policies. During 2019/20 the unrealised gain in investments was £2,969; total investments stand at £168,493. Since the end of the year the continuing pandemic has affected capital values mainly positively. There remains a threat of detrimental change in income from investments, but again that is unknown at the moment. Cash available fell by £14,257.

PLANS FOR FUTURE PERIODS

Following the retirement of some trustees and members of the management committee, new ones will be identified and invited to join the committee. Actions arising from the strategic and business implementation plan considered during 2018/2019 which had been delayed due to the pandemic will be implemented in a timely way if at all possible.

Maintenance work on the fabric will continue to be commissioned to ensure that the building remains a welcoming and safe place for all using the facilities.

Closer working with the other occupiers of the building – the HOP Centre and the parochial church council of St John the Baptist Palmeira Square – continues to be beneficial in management of the fabric as well as in coordinating some activities and signposting individuals and groups to make use of all that is offered on site by the three bodies.

As mentioned at the start of the report, the early months of 2020 saw much upheaval in the Centre's work due to the Covid19 pandemic. The Centre was closed for some months and when reopened after a thorough deep clean and disinfecting, a number of groups were not in a position to return. Social distancing measures will mean some further restrictions to occupancy and therefore will have an effect on the finances, but the trustees and staff are determined to continue to provide access to well used and appreciated facilities in the Centre.

CORNERSTONE COMMUNITY CENTRE (HOVE)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

Earlier in this report the unexpected events of early 2020 were outlined. Cornerstone was one of the first community centres affected by the spread of Covid19. The Trustees and staff, led by the chair, took wide advice from health authorities and the City council about hygiene before lock down and closure of all public buildings. The health and welfare of users and staff is the trustees' highest priority. With this guiding principle in mind, reopening of the Centre as the government's roadmap is implemented will take place in as safe a manner as possible. There can be no doubt that many of the groups and organisations using the Centre will need support if they are to continue. Many will decide the risks are too high to go on as they are. It will remain a trustees' priority to help build capacity and resilience for all organisations using the centre as well as some others that are to be found in the community locally. The trustees and Centre Manager will continue to provide a welcoming venue for everyone taking into account government guidelines and regulations. Appropriate training will be provided for all to ensure that the future of the Centre will continue to be an exemplar in terms of providing a safe place for ongoing community development through the provision of safe environments for people within the area.

One of the outcomes of the need for enhanced Covid19 protection will be that only two rooms will be fully available for hire thus rental income for 2020/2021 will be further reduced. At this stage it is difficult to estimate. The board will monitor the results throughout the year.

One initiative inspired by the chair and supported by trustees, staff and a large number of volunteers has been the open access foodbank which has been established during the pandemic. More than 250 adults and children in 85 -90 households have been supported by the weekly foodbank. A full report will be made in future trustees' reports.

The trustees acknowledge the debt owed to all those who have been involved with the Centre during this extraordinary year unprecedented in modern time. It is with a sense of pride that the Centre has been able to play a crucial role in supporting others in the community who are so badly impacted by the effects of Covid19.

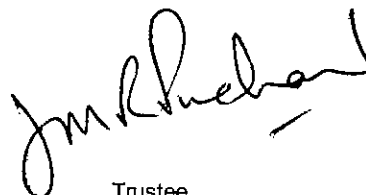
ACCOUNTANT

A resolution to re-appoint Plummer Parsons as the company's reporting accountant will be put to the forthcoming annual general meeting.



Allison Ollerenshaw
Chairman

Date: 14/6/21



Trustee

CORNERSTONE COMMUNITY CENTRE (HOVE)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF CORNERSTONE COMMUNITY CENTRE (HOVE)

I report to the trustees on my examination of the financial statements of Cornerstone Community Centre (Hove) (the charity) for the year ended 30 September 2020.

Responsibilities and basis of report

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

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

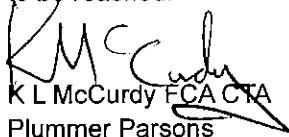
My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees 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 statement below.

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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


K L McCurdy FCA CTA
Plummer Parsons

4 Frederick Terrace
Frederick Place
Brighton
East Sussex
BN1 1AX

Dated: 18/6/2021

CORNERSTONE COMMUNITY CENTRE (HOVE)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2020

	Notes	2020 £	2019 £
<u>Income and endowments from:</u>			
Donations and legacies	3	-	400
Activities in furtherance of the charity's objectives	4	49,266	83,992
Investments	5	5,446	5,514
Other income	6	19,495	-
Total income		74,207	89,906
<u>Expenditure on:</u>			
Raising funds	7	331	157
Charitable activities	8	88,742	101,397
Total resources expended		89,073	101,554
Net gains/(losses) on investments	12	2,969	9,267
Net movement in funds		(11,897)	(2,381)
Fund balances at 1 October 2019		266,119	268,500
Fund balances at 30 September 2020		254,222	266,119

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

All income and expenditure derive from continuing activities.

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

CORNERSTONE COMMUNITY CENTRE (HOVE)

STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Property, plant and equipment	14		2,434		3,043
Current assets					
Investments	16	168,493		165,524	
Cash at bank and in hand		84,495		98,752	
		<u>252,988</u>		<u>264,276</u>	
Current liabilities	17	(1,200)		(1,200)	
Net current assets			251,788		263,076
Total assets less current liabilities			<u>254,222</u>		<u>266,119</u>
Income funds					
Unrestricted funds			254,222		266,119
			<u>254,222</u>		<u>266,119</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2020.

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

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

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

The financial statements were approved by the Trustees on 13/6/21


Mr J. Prichard
Trustee

Company Registration No. 2781672

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

Charity information

Cornerstone Community Centre (Hove) is a private company limited by guarantee incorporated in England and Wales. The registered office is Church Road, Hove, BN3 2FL.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

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

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

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

1.2 Going concern

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

1.3 Charitable funds

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

In addition to the specific, restricted funds for capital building works, and the provision of equipment for children, grants have been received towards staffing costs.

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

1.4 Incoming resources

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

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

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

1.5 Resources expended

Governance costs comprise of costs to fulfil the charity's obligations regarding an Independent Examination, as well as costs associated with accounts preparation.

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

(Continued)

1.6 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	25 years from 1993
Fixtures, fittings & equipment	20% reducing balance

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

1.7 Impairment of non-current assets

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

1.8 Cash and cash equivalents

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

1.9 Financial Instruments

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

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

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

Basic financial assets

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

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.10 Employee benefits

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

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

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	2020	2019
	£	£
Grants rec'd	-	400

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

4 Activities in furtherance of the charity's objectives

	2020 £	2019 £
Income from lettings	49,266	83,992

5 Investments

	Unrestricted funds 2020 £	Unrestricted funds 2019 £
Income from listed investments	-	34
Interest receivable	5,446	5,480
	5,446	5,514

6 Other income

	Unrestricted funds 2020 £	Total 2019 £
HMRC CJRS	19,495	-

7 Raising funds

	2020 £	2019 £
Trading costs		
Other trading activities	331	157
	331	157
For the year ended 30 September 2019		
Trading costs		157

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

8 Charitable activities

	2020 £	2019 £
Staff costs	59,387	57,924
Depreciation and impairment	609	761
Centre running costs	26,394	39,972
	<u>86,390</u>	<u>98,657</u>
Share of governance costs (see note 9)	2,352	2,740
	<u>88,742</u>	<u>101,397</u>

9 Support costs

	Support costs £	Governance costs £	2020 £	2019 £	Basis of allocation
Accountancy & Payroll	-	2,352	2,352	2,740	Governance
	<u>-</u>	<u>2,352</u>	<u>2,352</u>	<u>2,740</u>	
Analysed between Charitable activities	-	2,352	2,352	2,740	
	<u>-</u>	<u>2,352</u>	<u>2,352</u>	<u>2,740</u>	

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year nor claimed any expenses.

11 Employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
	2	2
	<u>2</u>	<u>2</u>
Employment costs	2020 £	2019 £

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

11	Employees	(Continued)	
	Wages and salaries	59,387	57,924
		<u> </u>	<u> </u>
12	Net gains/(losses) on investments		
		Unrestricted funds	Unrestricted funds
		2020	2019
		£	£
	Revaluation of investments	2,969	9,267
		<u> </u>	<u> </u>
13	Taxation		
	The company is exempt from Corporation Tax due to its charitable status.		
14	Property, plant and equipment		
		Land and buildings	Fixtures, fittings & equipment
		£	£
	Cost		Total
	At 1 October 2019	419,596	38,579
		<u> </u>	<u> </u>
	At 30 September 2020	419,596	38,579
		<u> </u>	<u> </u>
	Depreciation and impairment		
	At 1 October 2019	419,596	35,536
	Depreciation charged in the year	-	609
		<u> </u>	<u> </u>
	At 30 September 2020	419,596	36,145
		<u> </u>	<u> </u>
	Carrying amount		
	At 30 September 2020	-	2,434
		<u> </u>	<u> </u>
	At 30 September 2019	-	3,043
		<u> </u>	<u> </u>
15	Financial instruments	2020	2019
		£	£
	Carrying amount of financial assets		
	Instruments measured at fair value through profit or loss	480	728

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2020

16 Current asset investments

	2020 £	2019 £
Listed investments	480	728
Unlisted investments	168,013	164,796
	<u>168,493</u>	<u>165,524</u>

17 Current liabilities

	2020 £	2019 £
Accruals and deferred income	<u>1,200</u>	<u>1,200</u>

18 Related party transactions

There were no disclosable related party transactions during the year (2019 - none).