

CORNERSTONE COMMUNITY CENTRE (HOVE)
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

Company Registration No. 2781672 (England and Wales)

Charity Registration No. 1024932

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 F Parkinson
Mrs J Robinson
The Revd E Collins
Mr S Davidson (Appointed 23 March 2021)
Mr S Lovett (Appointed 9 June 2021)
Ms K Prior (Appointed 11 November 2021)

Secretary

Ms J Robinson

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 2021

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) to 23 March 2021

Mr Simon Lovett (user of Cornerstone) from 9 June 2021

Mr Francis Parkinson (user of Cornerstone)

Dr Richard Sayer (representative of local community)

Ms Joy Robinson (representative of local community)

Mr Stewart Davidson (pcc of St John the Baptist Hove) from 23 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) to 10 November 2021

Ms Katherine Prior (Chichester Diocesan Fund and Board of Finance) from 11 November 2021

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)

*THIS VOUCHER IS VALID FOR ALL
FOR THE YEAR ENDING 31 SEPTEMBER 2011*

Registered office

Cornerstone Community Centre
Church Road
Hove BN3

CORNERSTONE COMMUNITY CENTRE (HOVE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2021

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 2021

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 subcommittee 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.

Financial Risk assessment

The directors are responsible for maintaining a sound system of internal financial control to safeguard the company's assets. During 2021, 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 financial 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.

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 Centre's 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 2021

ACHIEVEMENTS AND PERFORMANCE

For the reporting period ending September 2021 Cornerstone was once again severely affected by the Covid pandemic. Nationwide lockdowns in the months of November and January severely restricted booking potential, as only the preschool and a small number of support groups were permitted to continue to meet at these times. Feedback confirmed that the Centre remaining open at this time was vitally important for the local community however, providing support for both individuals and groups at a time of great crisis.

October had seen a temporary resurgence in activity at Cornerstone and during this month a total of 37 groups were running once again, including two new children's acting classes and a dressmaking course.

Once the second national lockdown took its toll though, most of those returning classes had to be suspended once more.

The situation didn't really improve for the better until the 12 April, the first major landmark in the easing of Covid restrictions. After this date, several children's groups recommenced at Cornerstone, soon followed by the community market and after May, by an increasing number of exercise and educational groups.

At this time, most of the classes were governed by the 'rule of six' legislation, limiting the number of attendees permitted, so that many tutors still didn't feel it financially viable to run their classes.

In response to the opportunities afforded by the degree of room availability, the trustees decide on a new direction of travel for the Centre during this challenging period. With the aid of a council grant, soon boosted by further grants from ward councilors, local supermarkets and generous support from the local community, a food bank was run at Cornerstone between the months of February and May.

At its peak, the food bank was helping to feed over 100 families each week, helping them through this most difficult of times. By September, booking levels had returned to much higher levels, mainly due to the return of three of our principal users, the WEA, the U3A and the Alexander technique College. In addition, several new classes commenced including women's self-defense, RNID and 'Change, Grow, Live' (formerly Pavilions).

Because of the disruption to our regular services caused by covid restrictions, room bookings for 2020 to 2021 totaled only 3118 hours, at 34 per cent of full capacity. This was down from the previous year, when rooms had been booked for a total of 3950 hours at 43.6 per cent of capacity and well down on the average of 82 per cent occupancy achieved over the previous decade.

During this year and early into the next, major changes were made to the structure of the board. Jonathan Prichard retired after 27 years' service as Chichester Diocesan Fund and Board of Finance representative as well as Company Secretary, he will be much missed. Katherine Prior replaces him as Diocesan rep and Joy Robinson as Secretary. We are delighted that James Barrett joined in December 2021 as Treasurer and Simon Lovett as Trustee representing local users.

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, Maureen and Jonathan 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 future. The investments and reserves are there primarily to cover both any unforeseen maintenance costs so easily encountered when responsible for a complex Grade 11 listed 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 2021

FINANCIAL REVIEW

Financial overview

The accounts show a deficit on operations of approximately (£21,410) for the year 2020/2021 including the pandemic support for furloughed staff. Income from rents, understandably decreased this year, and was considerably lower than is needed to achieve a balanced budget. Rents and other income decreased to £59,740 (£68,761 2019/2020).

The Centre received £23,729 from the government as part of the staff support furlough scheme, which is included in the rent and other income total above. This support concluded on 30 September 2021.

Looking forward, the Trustees continue to aim for a balanced budget where income roughly equates to costs. To this end, a review of room rental prices has been conducted and increases implemented.

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 2020/21 the unrealised gain in investments was £11,057, total investments stand at £179,549.

PLANS FOR FUTURE PERIODS

As an ongoing strategy we will continue to identify potential new trustees and members of the management committee, focusing on the experience and talents they might bring to the Board while being aware that the Board itself ought to be representative of the community we serve.

Although the grip of the Covid19 pandemic has to some extent lessened and Cornerstone and society at large are beginning to return to some semblance of normality, the emergence of new variants of concern, or the mere threat of them, still have the power to derail progress. Clearly this has significant operational and financial implications for the future running of the Centre, as we were to discover in early 2022 with the appearance of the Omicron variant of Covid19. The health, safety and well-being of our staff and users remains our top priority and any new health advice or government guidelines and regulations will of course be followed.

Even under best case scenarios Covid19 will cast a long shadow and the Centre must be able to adapt to potential new requirements of the local users. To this end, a variation of the food-bank initiative, again inspired by the chair and supported by trustees and staff, was reintroduced and planned to be run throughout the year.

Unfortunately mention must be made of the potential impact on Cornerstone of both the cost-of-living crisis and the unprovoked and disastrous war in Ukraine. Once again the Centre will have to be aware of any resulting changes in the pattern of usage or the needs of the community. This task will most likely fall on the able shoulders of the Manager, Assistant Manager and Volunteers via informal conversations with the Centre's users and visitors, with feedback to and support from the Board. As ever, the quiet importance of the Volunteers to the smooth running of the Centre is a component that we simply could not do without.

CORNERSTONE COMMUNITY CENTRE (HOVE)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

This coming summer we hope to undertake the latest quinquennial inspection to assess the current state of the Cornerstone and HOP Centre buildings and the St John the Baptist Church. The resulting report will guide for years to come the constant maintenance of the buildings to ensure they continue to be the welcoming and safe spaces for all those using the facilities. We will also undertake our five-year full electrical inspection of the Cornerstone, HOP and Church to further guide this process.

At the same time it also seems an appropriate moment to produce an updated strategic and business implementation plan, given the relative time since the previous one, the significance of the Covid19 pandemic and the current uncertainties with which the Centre has to contend. This will give a chance to revisit the question of the fundamental purpose and direction of the Cornerstone Centre and provide both a practical and aspirational roadmap of what needs to be done to make it happen.

The trustees once again acknowledge the debt owed to all those who have been involved with the Centre during these continuing extraordinary times, keeping it as an all important resource at the heart of the community.

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: 10 May 2022



JODY ROBINSON

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 2021.

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: 4 August 2022

CORNERSTONE COMMUNITY CENTRE (HOVE)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	2021 £	2020 £
<u>Income and endowments from:</u>			
Donations and legacies	3	7,740	-
Activities in furtherance of the charity's objectives	4	36,011	49,266
Investments	5	4,988	5,446
Other income	6	23,729	19,495
Total income		72,468	74,207
<u>Expenditure on:</u>			
Raising funds	7	6,091	331
Charitable activities	8	82,799	88,742
Total resources expended		88,890	89,073
Net gains/(losses) on investments	12	11,057	2,969
Net movement in funds		(5,365)	(11,897)
Fund balances at 1 October 2020		254,222	266,119
Fund balances at 30 September 2021		248,857	254,222

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 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Property, plant and equipment	14		1,947		2,434
Current assets					
Investments	16	179,549		168,493	
Cash at bank and in hand		68,561		84,495	
		<u>248,110</u>		<u>252,988</u>	
Current liabilities	17	(1,200)		(1,200)	
Net current assets			246,910		251,788
Total assets less current liabilities			<u>248,857</u>		<u>254,222</u>
Income funds					
Unrestricted funds			248,857		254,222
			<u>248,857</u>		<u>254,222</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 2021.

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

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

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

The financial statements were approved by the Trustees on 10/5/22


Ms A Ollerenshaw
Trustee

Company registration number 2781672

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2021

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 2021

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 the statement of financial activities.

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 2021

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

	2021	2020
	£	£
Donations and gifts	1,120	-
Grants rec'd	6,620	-
	<u>7,740</u>	<u>-</u>

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

4 Activities in furtherance of the charity's objectives

	2021 £	2020 £
Income from lettings	36,011	49,266

5 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Interest receivable	4,988	5,446

6 Other income

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
HMRC CJRS	23,729	19,495

7 Raising funds

	2021 £	2020 £
Trading costs		
Other trading activities	6,091	331
	6,091	331
For the year ended 30 September 2020		
Trading costs		331

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

8 Charitable activities

	2021 £	2020 £
Staff costs	58,241	59,387
Depreciation and impairment	487	609
Centre running costs	20,650	26,394
	<u>79,378</u>	<u>86,390</u>
Share of governance costs (see note 9)	3,421	2,352
	<u>82,799</u>	<u>88,742</u>

9 Support costs

	Support costs £	Governance costs £	2021 £	2020 £	Basis of allocation
Accountancy & Payroll	-	3,421	3,421	2,352	Governance
	<u>-</u>	<u>3,421</u>	<u>3,421</u>	<u>2,352</u>	
Analysed between Charitable activities	-	3,421	3,421	2,352	
	<u>-</u>	<u>3,421</u>	<u>3,421</u>	<u>2,352</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:

2021 Number	2020 Number
2	2
<u>2</u>	<u>2</u>

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

11 Employees (Continued)

Employment costs	2021 £	2020 £
Wages and salaries	58,241	59,387

There were no employees whose annual remuneration was more than £60,000.

12 Net gains/(losses) on investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Revaluation of investments	11,057	2,969

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 £	Total £
Cost			
At 1 October 2020	419,596	38,579	458,175
At 30 September 2021	419,596	38,579	458,175
Depreciation and impairment			
At 1 October 2020	419,596	36,145	455,741
Depreciation charged in the year	-	487	487
At 30 September 2021	419,596	36,632	456,228
Carrying amount			
At 30 September 2021	-	1,947	1,947
At 30 September 2020	-	2,434	2,434

15 Financial instruments

	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	917	480

CORNERSTONE COMMUNITY CENTRE (HOVE)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

16 Current asset investments

	2021 £	2020 £
Listed investments	917	480
Unlisted investments	178,632	168,013
	<u>179,549</u>	<u>168,493</u>

17 Current liabilities

	2021 £	2020 £
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 (2020 - none).