

REGISTERED COMPANY NUMBER: 02919781 (England and Wales)
REGISTERED CHARITY NUMBER: 1042233

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023
FOR
ROYDS COMMUNITY ASSOCIATION



A PLACE FOR EVERYONE

Thomas Coombs Limited
Statutory Auditor
Chartered Accountants
3365 The Pentagon
Century Way
Thorpe Park
Leeds
West Yorkshire
LS15 8ZB

ROYDS COMMUNITY ASSOCIATION

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FOR THE YEAR ENDED 31ST MARCH 2023**

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ROYDS COMMUNITY ASSOCIATION

REFERENCE AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31ST MARCH 2023

TRUSTEES	A N Curtis C J Dinsdale (appointed 21/9/22) J L Marriott N S Nurden (appointed 21/9/22) N J Shaper L J Webb
COMPANY SECRETARY	C Varney
KEY MANAGEMENT PERSONNEL	C Varney (CEO) A Briggs (Finance Manager)
REGISTERED OFFICE	Royds Enterprise Park Future Fields Buttershaw Bradford BD6 3EW
REGISTERED COMPANY NUMBER	02919781 (England and Wales)
REGISTERED CHARITY NUMBER	1042233
AUDITORS	Thomas Coombs Limited Statutory Auditor Chartered Accountants 3365 The Pentagon Century Way Thorpe Park Leeds West Yorkshire LS15 8ZB
BANKERS	National Westminster Bank PLC 1 Market St Bradford BD1 1EG

ROYDS COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2023. The trustees 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 (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Policies and objectives

The objectives of the charity are laid down in the Memorandum and Articles of Association:

- To promote the benefit of the inhabitants of the benefit area without distinction of sex, race or of political, religious or other opinions by associating together representatives of the said inhabitants and various other persons in a common effort to provide facilities in the interest of social welfare for recreation and leisure time occupation with the object of improving the conditions of life for the said inhabitants.
- To carry on for the benefit of the community in the benefit area of the business of providing and improving housing and any associated amenities for persons in necessitous circumstances upon terms appropriate to their means.
- To promote any charitable purpose for the benefit of the inhabitants of the benefit area and in particular the advancement of education and the relief of poverty.
- To promote for the benefit of the public, urban or rural regeneration in areas of social and economic deprivation by the relief of financial hardship, by the relief of unemployment, by the advancement of education, training or retraining, particularly among unemployed people and providing unemployed people with work experience.

Aims of the Charity

- To be a locally and nationally respected organisation which supports communities and individuals to improve their quality of life. It aims to build confidence and skills in others to enable them to take control of their social, environmental and economic circumstances.
- We have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission. All our charitable activities are undertaken to further our charitable purposes for the public benefit.

The need for Royds

- Our main area of community focus is the Royds ward. Royds ward is one of six wards in the Bradford South area. It contains the communities of Buttershaw and Woodside and also includes parts of Wibsey, Low Moor and Horton Bank Top
- Our area is affected by multiple indicators of deprivation, the ward being ranked 11th in the District for the Index of Multiple Deprivation where 1 is the most deprived and 30 is the least deprived. Royds continues with above district average levels for employment deprivation and education, skills and training deprivation.
- Safer neighbourhoods are sought due to high levels of crime from Anti-Social Behaviour (ASB), Violence against people to vehicle security, driving and illegal parking.
- Life expectancy of the Ward is lower than the national average with high rates for respiratory disease, some cancers and depression. Hospital admissions are higher than most other wards, particularly in relation to cancer, trauma, and is relatively high in relation to stroke, diabetes and hypertension. Residents have not engaged well with health services and do not have the same aspirations for better health as other areas.
- Child Health and Education for the ward remains a challenge across obesity, school attendance and rates. The percentage of 16/17 year olds not in education is the highest in the district.

Objectives for the Year

Our objectives for the year were as follows:

- To continue to offer grass roots, high quality services that will enable people to make positive changes for themselves and their community. Focussing on health activities to tackle loneliness and isolation.
- To bring communities and service providers together through a range of seasonal and specific events held at our community centres assets.
- To develop and deliver Partnership-wide initiatives across a network of services providers and communities, enabling broader access to health services across communities.
- To develop key relationships and partnerships within the sector to influence and inform policy, enhance programmes of delivery that enable to the wider network of community providers.
- To be a financially viable and sustainable organisation by increasing earned income and ensuring full cost recovery in all funding agreements.
- To be a local, respected organisation with both quality standards, people and social values.

ROYDS COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2023

Strategies for achieving objectives

- The Board of Trustees have worked with the CEO to bed in the strategy from the previous two years on building a strong foundation of control and caution in light of the impacts of changes in organisational structure, COVID-19 and the current Cost of Living Crisis.
- Our strategy for achieving our aims and objectives involves regular review of existing programmes based on regular monitoring, and scrutiny of new programme proposals to ensure they are in line with our overall objectives and financial controls.
- The resilience of Royds Enterprise Park, and the tenants, along with long-term planning within the Community Strategy, whilst still maintaining a grass roots community presence enabling the charity to meet local need as well as build a future for growth, enrichment and enablement in the community.
- To achieve the aims and objectives of the charity, programmes may be run as collaborations, contracted or commissioned activity, grant funded activity, or as a result of earned income from our unrestricted income sources such as buildings and assets. Community services such as community centres, advice and community development are subsidised from unrestricted profitable income, and this ensures the charity can continue to meet local need.

ACHIEVEMENTS AND PERFORMANCE

The charity continues to provide services to its beneficiaries and strives to improve on the current offer and to create new services based on demand or need. Our main areas of work/activity are:

- Landlord Services at Royds Enterprise Park, Healthy Living Centre & Woodside Village Centre.
- Community Centres at Woodside and Delph Hill
- Consortium and Gateway Programmes

Landlord Services

Royds Enterprise Park

The Enterprise Park is the major source of unrestricted income for the charity which is generated from rental income, room hire and service charges. The Park has performed well throughout the year and are pleased to have reached 100% occupancy during the year across the Industrial Units.

Within the Head Office location we also secure resource from tenanted Offices and Meeting Rooms. The year has seen a rise in the take of up meeting room space since the easing of COVID-19 restrictions and the natural move towards more interactive working, particularly in the healthcare training sector. Looking ahead, Royds hope to build on the natural uptake in bookings.

The Enterprise Park generates real jobs via its business tenants and the majority of these are taken by local residents. The majority of businesses have been able to weather the storms of COVID-19 during the year.

Royds Healthy Living Centre

Royds continues to provide valuable primary care health services to local residents, particularly in the Buttershaw area, through the ownership of the Royds Healthy Living Centre which is tenanted by the Ridge Medical Practice.

Woodside Takeaway & Shops

Landlord provisions are offered within Woodside estate, alongside our Community Centre. It is important to Royds to ensure that the assets continue to offer a benefit to the community of Woodside and are managed well. This consideration has formed part of an overall asset review during the year and where required, formal actions are being taken.

Community Centres

Woodside Village Centre & Delph Hill Community Centre

Royds continues to provide support to the local community of Woodside & Delph Hill through the ownership of the respective community centres. Within the centres we offer a wide range of services directly, through 3rd parties and open for the general public. During the year we have been proud to support the Well Being Cafes, on-site public cafes, Bradford Youth Services, Believe Ballroom, Youthology, Councillor, PCSO and other service drop-ins, private parties and much more.

The centres have benefited from council-led funding in the form of Warm Spaces which is intended to continue into the forthcoming year.

The scope to continue with the grass roots community services is great and, whilst funding remains an underlying challenge, we continue to look for innovative funding, partnerships, volunteers and wider programmes to continue to offer services that the communities need and deserve and to make much needed services available and sustainable.

ROYDS COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2023

Partnership Programmes & Networks

Royds works in partnership with many different organisations including, VCS Alliance and the NHS primary and secondary care services. We also work within the ward and across other programmes including the Locality Plans with Bradford Council and subsequent Leadership Programmes across the region.

Wow Partnership

In Bradford, Airedale and Craven, the national model of Community Partnerships was adopted to drive forward local decision making and partnership working, focussed on populations of between 30,000 and 60,000 these are called Community Partnerships. The district has 10 Community Partnerships in Bradford and 3 in AWC centred around small groups of GP Practices.

Within these Communities, a range of different agencies work together in partnership to deliver Health and Care service to their local population. Each area is coordinated by a Community Partnership leadership team comprising of different agencies. Each of these leadership teams require VCSE representation, known as the VCS Anchor.

Royds has continued to operate as the Lead Anchor role within the Wow Partnership, with Scholemoor Beacon offering deputy support. The role is working alongside other health care providers across the partnership area which includes Royds, Wibsey, Great Horton and part of Little Horton and Queensbury Wards. Royds are proud to deliver the role which provides a voice to the VCS organisations within the partnership area as well an opportunity for those organisations to benefit from support in health-based offerings within their communities. Royds intends to build on this partnership working to enable other community organisations to be heard.

Under the Partnership, Royds have continued to deliver the Health Checks programme for the second year across community centres and events within the area. The programme is fully supported by the Primary Care Network (PCN) and it is often referred for best practice principles. Royds and the Wow Partnership intend to continue this programme for the forthcoming year.

Social Prescribing Link Workers

Royds is proud to continue the management of the Social Prescribing Link Team on behalf of the PCN. Originating within a priority project of the Wow Partnership, the team is now sustainable in its own right and continues to go from strength to strength across community services, GP practices and most importantly the community themselves in the partnership area.

Arise Yorkshire Ltd

Royds is one of four equal partners, of Arise Yorkshire Ltd regeneration company. Following continued review during the year the Arise team are moving towards an approach of reducing the portfolio size in an appropriate manner as to not result in the removal of homes any tenants. This programme has continued throughout the year resulting in four house sales and will continue into the coming year.

Royds Community Association (Subsidiary) Ltd

Royds wholly owned trading subsidiary for carrying out non-charitable activities. However, as the charity has not needed a separate vehicle to conduct any of its activities, Royds Subsidiary continues to be a dormant company. There is no activity against which to report for the year.

FINANCIAL REVIEW

The charity's total income for the financial year 2022/23 year was £682,935 (2022 - £666,663), total expenditure, including depreciation, was £695,166 (2021 - £583,962) resulting in a small deficit for the year of £12,231 (2022 yielded a surplus of £82,701).

Depreciation of £136,229 is included in the above figures (2022 - £137,435).

The charity receives restricted funds either through contracting arrangements or in the form of grants from organisations, and generates unrestricted funds through rental income and provision of services in its buildings, as well as through the provision of consultancy support to third party organisations. The major funders during the year were Bradford Metropolitan District Council and Bradford VCS Alliance.

ROYDS COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2023

Reserve's policy

The Board of Royds Community Association have agreed that we should aim to hold at least 3 months operating expenditure in liquid reserves. Based on budgeted costs for the year ended 31st March 2023 this is a figure of £189,380 (approximately £190,000).

We believe that this is appropriate for the following reasons:

- Covering any unforeseen emergency or other unexpected need for funds.
- Absorbing any short term set-backs or unexpected day-to-day operational costs.
- Ability to invest in staff or costs to enable us to deliver new services.
- Planned commitments that cannot be met by future income alone.

Free reserves

Free reserves provide liquidity that reduces to a minimum the need for short or long term borrowing and the levels of interest or debt associated, thus serving as a protection in the face of unexpected trading variations or cost increases. A target of £190,000 in free reserves has been set to allow for 3 months operating expenditure. The charitable company's intention is to generate annual surpluses in the medium term to reach this target. Free reserves as at 31st March 2023 were £155,740 (2022: £106,837).

Going concern

The accounts have been prepared on a going concern basis on the assumption that the charity is able to carry on operating as a going concern in the foreseeable future, which the trustees consider appropriate having regard to the following:

- The major source of unrestricted income comes from rents and service charges at the Enterprise Park. The park has continued to perform well and occupancy remains above 95% across the estate. The trustees see no reason for the success of the landlord assets to diminish in the foreseeable future.
- The exiting of the West Yorkshire Pension Fund during the year ended 31st March 2021 triggered a final scheme valuation which is shown as a provision in the accounts. The Charity is in regular dialogue with the West Yorkshire Pension Fund and Bradford Metropolitan District Council to discuss this issue and is confident that there will be no short-term request from the West Yorkshire Pension Fund to recover the liability. A number of options to ameliorate the liability are being discussed which, by their nature will take a reasonable amount of time to finalise. The trustees are confident that they will be able to finance whatever the final agreed position is.
- If funding for the projects is cut, then the service provision will reduce accordingly and corresponding expenditure will be reduced.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Royds Community Association is a Registered Charity and a company limited by guarantee. It is governed by its Memorandum and Articles of Association. The charity has one trading subsidiary, which was dormant in this year. The charity is governed by a board of up to 10 trustees who are responsible for implementing the policies of the organisation. Trustees are on the board for an unlimited period. All of the trustees are also members of the Charitable Company. The Board completed a review of governance during the year and actively manages activities through the following approaches. In addition, an administrative review of the articles of association was completed to ensure they remained relevant and fit for purpose in the management of the Charity. These were approved by special resolution and entered into in March 2023.

Organisational structure and decision making

The board meets bi-monthly and conducts its business against presented reports and trustee discussion. All decisions are minuted and action lists are compiled following meetings. The board meet annually to review its governance, delivery and future plans. The charity operates a series of committees which report to the full board.

- The Finance Committee meets monthly to consider management accounts, cash flow and day-to-day financial control.
- The Community Committee meets quarterly to consider the running of our community centres, our health, adult care and welfare programmes, and the development of the Charity social aims.
- The Asset Committee meets monthly to consider the management of the charity's buildings, maintenance and development, and new capital programmes. The committees receive some delegated decision-making powers from the board from time to time. The Chief Executive Officer has delegated responsibility for day-to-day decision making and for limited spending, both against policies agreed previously by the board.

ROYDS COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2023

Staffing structure

The day-to-day management of Royds is led by the organisation CEO. The CEO works closely with the Board to set and oversee the delivery of our business strategy.

We employ a finance manager to oversee the core business. Our community projects are delivered by suitably trained and experienced project staff. Royds has increased its facilities support with the appointment of two maintenance technicians and temporary holiday support. We have been pleased to a number of young people with work experience opportunities and plan to continue this in future years.

The oversight of the community and facilities area of work remains with the CEO.

Risk management

The charity continually reviews the major risks to which the charity is exposed. Where appropriate, the systems and procedures have been established to manage the risks that the charity faces. The CEO reports to all board meetings of the risk established as part of the annual business planning process. The charity has policies and governance structures for finance, health and safety, recruitment and selection, use of volunteers, equality of opportunity, quality management and risk assessment.

Plans for the future

The charity has had a decade of financially successful years (after depreciation) and will continue to build on this positive success in 2023/24 in the key areas of health, the economy and community enablement.

The delivery model for the charity is underpinned by the generation of surpluses from unrestricted income - primarily Royds Enterprise Park - to subsidise areas of work which are unable to generate income such as community or youth support, and this continues to allow the charity to deliver against its charitable objectives within a stable financial model. We will continue to work with partners to address local issues and needs and continue to develop collaborative arrangements to attract funds and contracts.

Royds community buildings continue to be at the heart of our charitable delivery, providing economic and employment benefits at Royds Enterprise Park and our local shops, health benefits at the Royds Healthy Living Centre, community benefits at Woodside Village Centre and Delph Hill Centre.

Our key collaborative model is Arise Yorkshire Ltd, a company limited by guarantee, formed by Royds and three partners of similar size and make up, which acts as a bidding vehicle for larger, district wide programmes and contracts.

Partnership with other organisations remains a key part of our delivery strategy.

Having weathered COVID-19 and managing through the current Cost of Living challenges, Royds are well placed and excited to move into 2023/24 with great foundations to deliver some really great programmes in the community.

AUDITORS

The auditors, Thomas Coombs Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 2nd August 2023 and signed on its behalf by:



A N Curtis
(Chair of Trustees)

**STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31ST MARCH 2023**

TRUSTEES' RESPONSIBILITY STATEMENT

The trustees (who are also the directors of Royds Community Association for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The Trustees (who are also directors of Royds Community Association for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ROYDS COMMUNITY ASSOCIATION

Opinion

We have audited the financial statements of Royds Community Association (the 'charitable company') for the year ended 31st March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to note 2 in the financial statements which discusses the trustee's assessment of the impact of the pension provision on the Charity's funds. As stated in note 2, these events or conditions, along with the other matters as set forth in note 2, indicate that a material uncertainty exists that may cast significant doubt on the charitable company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

In auditing the financial statements, we have concluded that the Trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Our evaluation of the Trustees' assessment of the charitable company's ability to continue to adopt the going concern basis of accounting included a review of management accounts and future budgets and forecasts, together with a review of minutes of board meetings and correspondence in relation to the pension liability.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ROYDS COMMUNITY ASSOCIATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ROYDS COMMUNITY ASSOCIATION

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the entity and industries in which it operates, we identified the principal risks of non-compliance with laws and regulations related to charitable trusts, the application of charitable funds and data protection. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011.

We assessed the susceptibility of the company's financial statements to material misstatement and how fraud might occur, including through discussions with the directors, discussions within our audit team planning meeting, updating our record of internal controls, and ensuring these controls operated as intended. We determined the principal risks were related to posting journal entries to manipulate profits, and management bias in accounting estimates, especially accrued income.

To address the risk of fraud through management bias and override of controls, we:

- Performed analytical procedures to identify any unusual or unexpected relationships.
- Identified and tested journal entries and identified any significant transactions that were unusual or outside the normal course of business.
- Investigated the rationale behind significant or unusual transactions.
- Challenged assumptions and judgements made by management in determining significant accounting estimates, in particular in relation to accrued income.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed audit procedures which included, but were not limited to:

- Agreeing financial statements disclosures to underlying supporting documentation.
- Discussions with management of known or suspected instances of non-compliance with laws and regulations.
- Reading the minutes of meetings of those charged with governance.
- Reviewing correspondence with HMRC, relevant regulators including the Charities Commission and the charity's legal advisors.

At the completion stage of the audit, the engagement partner's review included ensuring that the team had approached their work with appropriate professional scepticism and thus the capacity to identify non-compliance with laws and regulations and fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance of laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement relating to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ROYDS COMMUNITY ASSOCIATION

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

C. Darwin

Christopher Darwin FCA (Senior Statutory Auditor)
for and on behalf of Thomas Coombs Limited
Statutory Auditor
Chartered Accountants
3365 The Pentagon
Century Way
Thorpe Park
Leeds
West Yorkshire
LS15 8ZB

Date: 2nd August 2023

ROYDS COMMUNITY ASSOCIATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2023**

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	65,423	-	65,423	100,255
Charitable activities	4				
Landlord		549,748	-	549,748	446,752
Community Centre		41,396	7,493	48,889	77,382
Partnership		13,851	5,024	18,875	42,274
Total		<u>670,418</u>	<u>12,517</u>	<u>682,935</u>	<u>666,663</u>
EXPENDITURE ON					
Charitable activities	5				
Landlord		567,684	-	567,684	503,285
Community Centre		95,887	26,137	122,024	54,993
Partnership		75	5,383	5,458	25,684
Total		<u>663,646</u>	<u>31,520</u>	<u>695,166</u>	<u>583,962</u>
NET INCOME/(EXPENDITURE)		6,772	(19,003)	(12,231)	82,701
Transfers between funds		<u>9,444</u>	<u>(9,444)</u>	-	-
NET INCOME/(EXPENDITURE) AFTER TRANSFERS		16,216	(28,447)	(12,231)	82,701
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,286,738</u>	<u>56,654</u>	<u>2,343,392</u>	<u>2,260,691</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,302,954</u></u>	<u><u>28,207</u></u>	<u><u>2,331,161</u></u>	<u><u>2,343,392</u></u>

The notes form part of these financial statements


ROYDS COMMUNITY ASSOCIATION

BALANCE SHEET 31ST MARCH 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	12	105,767	-	105,767	105,192
Investments					
Investments	13	1	-	1	1
Social investments	14	3,294,446	-	3,294,446	3,327,708
		3,400,214	-	3,400,214	3,432,901
CURRENT ASSETS					
Debtors	15	67,180	-	67,180	74,025
Cash at bank and in hand		268,211	28,207	296,418	288,102
		335,391	28,207	363,598	362,127
CREDITORS					
Amounts falling due within one year	16	(155,544)	-	(155,544)	(164,789)
NET CURRENT ASSETS		179,847	28,207	208,054	197,338
TOTAL ASSETS LESS CURRENT LIABILITIES		3,580,061	28,207	3,608,268	3,630,239
CREDITORS					
Amounts falling due after more than one year	17	(24,107)	-	(24,107)	(33,847)
PROVISIONS FOR LIABILITIES	20	(1,253,000)	-	(1,253,000)	(1,253,000)
NET ASSETS		2,302,954	28,207	2,331,161	2,343,392
FUNDS	21				
Free reserves (excluding pension reserve)				155,740	106,837
Fixed asset reserve				3,400,214	3,432,901
Pension reserve				(1,253,000)	(1,253,000)
Restricted funds				28,207	56,654
TOTAL FUNDS				2,331,161	2,343,392

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

The financial statements were approved by the Board of Trustees and authorised for issue on 2nd August 2023 and were signed on its behalf by:



A N Curtis
(Chair of Trustees)

The notes form part of these financial statements

ROYDS COMMUNITY ASSOCIATION

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2023**

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	<u>129,798</u>	<u>214,569</u>
Net cash provided by operating activities		<u>129,798</u>	<u>214,569</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(30,148)	(92,186)
Purchase of social investments		(73,394)	-
Sale of tangible fixed assets		-	<u>2,469</u>
Net cash used in investing activities		<u>(103,542)</u>	<u>(89,717)</u>
Cash flows from financing activities			
Loan repayments in year		<u>(17,940)</u>	<u>(14,431)</u>
Net cash used in financing activities		<u>(17,940)</u>	<u>(14,431)</u>
Change in cash and cash equivalents in the reporting period		<u>8,316</u>	<u>110,421</u>
Cash and cash equivalents at the beginning of the reporting period		<u>288,102</u>	<u>177,681</u>
Cash and cash equivalents at the end of the reporting period		<u>296,418</u>	<u>288,102</u>

The notes form part of these financial statements

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2023

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(12,231)	82,701
Adjustments for:		
Depreciation charges	136,229	137,435
Loss on disposal of fixed assets	-	7,737
Loan interest	1,809	-
Decrease/(increase) in debtors	6,845	(18,364)
(Decrease)/increase in creditors	(2,854)	5,060
Net cash provided by operations	<u>129,798</u>	<u>214,569</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/22 £	Cash flow £	At 31/3/23 £
Net cash			
Cash at bank and in hand	<u>288,102</u>	<u>8,316</u>	<u>296,418</u>
	<u>288,102</u>	<u>8,316</u>	<u>296,418</u>
Debt			
Debts falling due within 1 year	(17,000)	6,392	(10,608)
Debts falling due after 1 year	<u>(33,847)</u>	<u>9,740</u>	<u>(24,107)</u>
	<u>(50,847)</u>	<u>16,132</u>	<u>(34,715)</u>
Total	<u>237,255</u>	<u>24,448</u>	<u>261,703</u>

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2023**

1. GENERAL INFORMATION

Basis of preparing the financial statements

Royds Community Association is a charitable company limited by guarantee, incorporated in England and Wales. The registered office is Royds Enterprise Park, Future Fields, Buttershaw, West Yorkshire, BD6 3EW.

The members of the charitable company are the Trustees named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Going concern

The accounts have been prepared on a going concern basis on the assumption that the Charity is able to carry on operating as a going concern in the foreseeable future, which the trustees consider appropriate having regards to the following:

The major source of unrestricted income comes from rents and service charges at the Enterprise Park. The park has continued to perform well throughout the pandemic and occupancy remains above 95%. The trustees see no reason for the success of the Park to diminish in the foreseeable future. The organisation also has long term tenants in the Healthy Living Centre and the shops at Woodside.

The exiting of the West Yorkshire Pension Fund during the year ended 31st March 2021 has resulted in the charity having a provision for a future liability of £1,253,000 in the financial statements. The Charity is in regular dialogue with the West Yorkshire Pension Fund and Bradford Metropolitan District Council to discuss this issue and is confident that there will be no short-term request from the West Yorkshire Pension Fund to recover the liability. A number of options to ameliorate the liability are being discussed which, by their nature will take a reasonable amount of time to finalise. The trustees are confident that they will be able to finance whatever the final agreed position is.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the charities 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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance Sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable

2. ACCOUNTING POLICIES - continued

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the company's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Costs includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided to write off the cost less the estimated residual of tangible fixed assets by equal instalments over their estimated useful economic lives as follows:

Fixtures and fittings	- 25% on a reducing balance basis
Plant and machinery	- 25% on a reducing balance basis
Motor vehicles	- 25% on cost

Social investments

Social investments relate to property held to further the objectives of the Charity.

Social investment in property are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Costs includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided to write off the cost less the estimated residual of the assets by equal instalments over their estimated useful economic lives as follows:

Social investments in property	- 2% on cost
--------------------------------	--------------

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Financial instruments

The charity has financial assets and financial liabilities of a kind that qualify as basic and complex financial instruments. Basic financial instruments are measured at their settlement value in the case of current assets and liabilities and at discounted settlement value in the case of creditors falling due after more than one year.

Operating Leases

Rental charges are charged on a straight-line basis over the term of the lease.

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

2. ACCOUNTING POLICIES - continued

Pension Contributions

The Charity pays defined contributions into the pension schemes of several employees. These amounts are charged to the Statement of Financial Activities as they become payable and in accordance with their functional classification.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in profit or loss.

Liabilities and Provisions

Liabilities are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated Statement of Financial Activities as a finance cost.

3. DONATIONS AND LEGACIES

	2023 £	2022 £
Donations	59,256	-
Grants	6,167	100,255
	<u>65,423</u>	<u>100,255</u>

Donation income includes a corporate gift aid donation of £59,256 (2022 - £nil) from Arise Yorkshire Limited, a company in which Royds Community Association is one of four equal partners.

Grants received, included in the above, are as follows:

	2023 £	2022 £
Kickstart scheme	6,167	-
Coronavirus Job Retention Scheme grant	-	224
Coronavirus exceptional support	-	100,031
	<u>6,167</u>	<u>100,255</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	Landlord £	Community Centre £	Partnership £	2023 Total activities £	2022 Total activities £
Rents and hire income	454,262	40,021	-	494,283	397,091
Cafe income	69,756	3,866	-	73,622	57,001
Other income	25,730	5,002	18,875	49,607	112,316
	<u>549,748</u>	<u>48,889</u>	<u>18,875</u>	<u>617,512</u>	<u>566,408</u>
2022	<u>446,752</u>	<u>77,382</u>	<u>42,274</u>	<u>566,408</u>	

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 6) £	Support costs (see note 7) £	Totals £
Landlord	561,184	6,500	567,684
Community Centre	122,024	-	122,024
Partnership	5,458	-	5,458
	<u>688,666</u>	<u>6,500</u>	<u>695,166</u>
2022	<u>576,717</u>	<u>7,245</u>	<u>583,962</u>

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2023 £	2022 £
Staff costs	271,255	215,647
Depreciation	136,229	137,435
Consultant	7,620	8,417
Rates and utilities	54,895	46,235
Insurance	32,040	29,387
Repairs and maintenance	87,299	67,470
Printing, postage & stationery	5,172	7,051
IT, telephone & internet	9,168	12,684
Legal and professional fees	10,164	4,750
Subscriptions	1,803	1,215
Bank interest & charges	5,471	4,146
Sundries	11,871	4,949
Cafe costs	45,653	23,771
Bad debts	5,367	5,823
Room hire costs	4,659	-
Loss on disposal of tangible fixed assets	-	7,737
	<u>688,666</u>	<u>576,717</u>

7. SUPPORT COSTS

	Governance costs £
Auditors remuneration	<u>6,500</u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023 £	2022 £
Auditors' remuneration	6,500	7,245
Depreciation - owned assets	<u>136,229</u>	<u>137,435</u>

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2023 nor for the year ended 31st March 2022.

Trustees' donations

There were no trustees' donations received for the year ended 31st March 2023 nor the year ended 31st March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st March 2023 nor for the year ended 31st March 2022.

10. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	245,754	191,634
Social security costs	20,628	15,800
Contribution to defined contribution pension scheme	4,873	8,213
	<u>271,255</u>	<u>215,647</u>

The average monthly number of employees during the year was as follows:

	2023	2022
Management	2	2
Administrative and support	9	8
	<u>11</u>	<u>10</u>

The average full time equivalent of employees during the year was 9.24 (2022: 7.16).

No employees received emoluments in excess of £60,000 (excluding employer pension contribution costs).

Remuneration and benefits received by key management personnel

The key management personnel of the charity include the Chief Executive Officer and Finance Manager. The total employment costs to the Charity of the key management personnel during the year was £101,870 (2022 - £ 90,356).

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	100,255	-	100,255
Charitable activities			
Landlord	446,752	-	446,752
Community Centre	33,674	43,708	77,382
Partnership	9,728	32,546	42,274
Total	<u>590,409</u>	<u>76,254</u>	<u>666,663</u>
EXPENDITURE ON			
Charitable activities			
Landlord	503,285	-	503,285
Community Centre	37,604	17,389	54,993
Partnership	-	25,684	25,684
Total	<u>540,889</u>	<u>43,073</u>	<u>583,962</u>
NET INCOME BEFORE TRANSFERS	49,520	33,181	82,701
Transfers between funds	4,645	(4,645)	82,701
NET INCOME AFTER TRANSFERS	54,165	28,536	82,701
RECONCILIATION OF FUNDS			
Total funds brought forward	2,232,573	28,118	2,260,691
TOTAL FUNDS CARRIED FORWARD	<u>2,286,738</u>	<u>56,654</u>	<u>2,343,392</u>

12. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1st April 2022	323,808	319,572	13,000	656,380
Additions	-	30,148	-	30,148
At 31st March 2023	<u>323,808</u>	<u>349,720</u>	<u>13,000</u>	<u>686,528</u>
DEPRECIATION				
At 1st April 2022	308,584	239,760	2,844	551,188
Charge for year	3,807	23,166	2,600	29,573
At 31st March 2023	<u>312,391</u>	<u>262,926</u>	<u>5,444</u>	<u>580,761</u>
NET BOOK VALUE				
At 31st March 2023	<u>11,417</u>	<u>86,794</u>	<u>7,556</u>	<u>105,767</u>
At 31st March 2022	<u>15,224</u>	<u>79,812</u>	<u>10,156</u>	<u>105,192</u>

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

13. FIXED ASSET INVESTMENTS

	Unlisted investments £
MARKET VALUE	
At 1st April 2022 and 31st March 2023	<u>1</u>
NET BOOK VALUE	
At 31st March 2023	<u>1</u>
At 31st March 2022	<u>1</u>

The investment represents 100% of the share capital of a dormant company, Royds Community Association (Subsidiary) Limited.

Royds Community Association (Subsidiary) Limited- Net assets at 31st March 2023: £1 (2022: £1).

In addition, the Charity is one of four members of Arise Yorkshire Limited. Reflecting the "company limited by guarantee" status of Arise Yorkshire Limited, no historic cost value is attributed to the interest held by the Charity. The net assets of Arise Yorkshire Limited at 31st March 2023 were £903,980.

14. SOCIAL INVESTMENTS

	Social investments in property £
COST	
At 1st April 2022	5,277,762
Additions	<u>73,394</u>
At 31st March 2023	<u>5,351,156</u>
DEPRECIATION	
At 1st April 2022	1,950,054
Charge for year	<u>106,656</u>
At 31st March 2023	<u>2,056,710</u>
NET BOOK VALUE	
At 31st March 2023	<u>3,294,446</u>
At 31st March 2022	<u>3,327,708</u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Amounts receivable in the ordinary course of activities	45,816	34,211
Prepayments and accrued income	<u>21,364</u>	<u>39,814</u>
	<u>67,180</u>	<u>74,025</u>

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Bank loans and overdrafts (see note 18)	10,608	16,999
Creditors in the ordinary course of activities	62,052	51,930
VAT	13,978	14,056
Other creditors	30,726	47,936
Accruals and deferred income	38,180	33,868
	<u>155,544</u>	<u>164,789</u>

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023	2022
	£	£
Bank loans (see note 18)	<u>24,107</u>	<u>33,847</u>

18. LOANS

An analysis of the maturity of loans is given below:

	2023	2022
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>10,608</u>	<u>16,999</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>10,162</u>	<u>15,906</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>13,945</u>	<u>17,941</u>

The loans are secured by legal charges over the assets of the Charity.

19. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023	2022
	£	£
Within one year	-	2,577
Between one and five years	-	3,701
	<u>-</u>	<u>6,278</u>

20. PROVISIONS FOR LIABILITIES

	2023	2022
	£	£
Pension provision	<u>1,253,000</u>	<u>1,253,000</u>

The exiting of the West Yorkshire Pension Fund during the year ended 31st March 2021 triggered a final scheme valuation which is shown as a provision in the accounts. The Charity is in regular dialogue with the West Yorkshire Pension Fund and Bradford Metropolitan District Council to discuss this issue and is confident that there will be no short-term request from the West Yorkshire Pension Fund to recover the liability. A number of options to ameliorate the liability are being discussed which, by their nature will take a reasonable amount of time to finalise. The trustees are confident that they will be able to finance whatever the final agreed position is.

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

21. MOVEMENT IN FUNDS

	At 1/4/22 £	Net movement in funds £	At 31/3/23 £
Unrestricted funds			
Free reserves (excluding pension reserve)	106,837	48,903	155,740
Fixed asset reserve	3,432,901	(32,687)	3,400,214
Pension reserve	(1,253,000)	-	(1,253,000)
Restricted funds			
New Horizons	41,571	(41,571)	-
Royds Befriending Service	-	9,995	9,995
Well Being Cafe	-	14,512	14,512
Jer Lane	820	(820)	-
Lock Down Local Arts, Crafts, Trips	290	(290)	-
Woodside Community Garden	1,921	(470)	1,451
Social Prescribers	6,862	(6,862)	-
Lung Cancer	5,190	(5,190)	-
Diabetes Health Check	-	2,249	2,249
TOTAL FUNDS	2,343,392	(12,231)	2,331,161

Net movement in funds, included in the above are as follows:

	Income received £	Resources expended £	Transfers £	Movement in funds £
Unrestricted funds				
Free reserves (excluding pension reserve)	670,418	(527,417)	(94,098)	48,903
Fixed asset reserve	-	(136,229)	103,542	(32,687)
Pension reserve	-	-	-	-
Restricted funds				
New Horizons	-	-	(41,571)	(41,571)
Royds Befriending Service	52	(4,485)	14,428	9,995
Well Being Cafe	2,766	(15,397)	27,143	14,512
Jer Lane	-	(820)	-	(820)
Lock Down Local Arts, Crafts, Trips	-	(290)	-	(290)
Woodside Community Garden	-	(470)	-	(470)
Social Prescribers	-	(2,608)	(4,254)	(6,862)
Lung Cancer	-	-	(5,190)	(5,190)
Diabetes Health Check	5,024	(2,775)	-	2,249
Covid Support Cost of Living Crisis	1,500	(1,500)	-	-
Sports Youth and Community Centre	675	(675)	-	-
Warm Spaces DH	1,000	(1,000)	-	-
Warm Spaces Woodside	1,000	(1,000)	-	-
Youth and Community Chest DH	250	(250)	-	-
Youth and Community Chest Woodside	250	(250)	-	-
TOTAL FUNDS	682,935	(695,166)	-	(12,231)

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/4/21 £	Net movement in funds £	At 31/3/22 £
Unrestricted funds			
Free reserves (excluding pension reserve)	(2,783)	109,620	106,837
Fixed asset reserve	3,488,356	(55,455)	3,432,901
Pension reserve	(1,253,000)	-	(1,253,000)
Restricted funds			
New Horizons	16,736	24,835	41,571
Jer Lane	-	820	820
Lock Down Local Arts, Crafts, Trips	-	290	290
Woodside Community Garden	-	1,921	1,921
Social Prescribers	-	6,862	6,862
Football and Flamenco	6,192	(6,192)	-
Lung Cancer	5,190	-	5,190
TOTAL FUNDS	<u>2,260,691</u>	<u>82,701</u>	<u>2,343,392</u>

Comparative net movement in funds, included in the above are as follows:

	Income received £	Resources expended £	Transfers £	Movement in funds £
Unrestricted funds				
Free reserves (excluding pension reserve)	590,409	(395,717)	(85,072)	109,620
Fixed asset reserve	-	(145,172)	89,717	(55,455)
Pension reserve	-	-	-	-
Restricted funds				
New Horizons	39,362	(14,527)	-	24,835
Jer Lane	1,496	(676)	-	820
Lock Down Local Arts, Crafts, Trips	-	(317)	607	290
Woodside Community Garden	2,350	(429)	-	1,921
Wibsey Park Exercise	500	(1,440)	940	-
Social Prescribers	32,546	(25,684)	-	6,862
Football and Flamenco	-	-	(6,192)	(6,192)
TOTAL FUNDS	<u>666,663</u>	<u>(583,962)</u>	<u>-</u>	<u>82,701</u>

New Horizons - This is the umbrella name for the activities provided under the Day Opportunities grant provided by Bradford Council. The services included are Monday Club, Well Being Cafe, Befriending Service. During 2021 the service was split and Monday Club was novated out of Royds remit. The remaining services are no longer referred to as New Horizons.

Royds Befriending Service - the provision of a face to face and telephone befriending services across the Royds area. The service was provided under the New Horizons umbrella funded under the Day Opportunities grant with Bradford Council and now is a standalone service under the same funding structure which is assessed annually.

21. MOVEMENT IN FUNDS - continued

Well Being Cafe - the provision of weekly healthy eating lunch service for 55+ age group. The service was provided under the New Horizons umbrella funded under the Day Opportunities grant with Bradford Council and now is a standalone service under the same funding structure which is assessed annually.

Jer Lane - A local activity in conjunction with local council representation to improve a local street area for residents of Jer Lane, Bradford. The work was grant funded by the Bradford South Community Chest Fund in November 2021.

Lock Down Local Arts, Crafts, Trips - A short activity with local residents to assist their experience through COVID lockdown with improving anxiety and social isolation through arts and crafts activities linked with local day trips where government guidance would allow. The activity was grant funded under the Bradford South Connecting People grant funding.

Woodside Community Garden - A kickstart project to redevelop the gardens at Woodside to create a fruit and flower garden for the local community to enjoy at face value, enhance the well being cafe service during the summer months and to educate on the simplicity of growing fruit and flowers to improve general well being. The activity was funded through the Climate Action Fund, Bradford South.

Social Prescribers - is a project generated by the Community Partnership 7 work and consists of a partnership with The Five Parks Primary Care Network, empowering people to take control of their health and wellbeing through referral to non-medical 'link workers'. The focus is on 'what matters to me' and taking a holistic approach, connecting people to community groups and statutory services for practical and emotional support. This project has migrated to business as usual and is fully funded by the PCN. Following review of present costs, it was found that the management fees had been incorrectly allocated. This has been corrected by way of a transfer between restricted and unrestricted funds.

Lung Cancer - Working together with West Yorkshire and Harrogate Cancer Alliance, the project was for Lung cancer research. Staff asked smokers and ex-smokers over 55 to complete questionnaires which then enabled the practice to do further research. This project has now ended and after reviewing expenditure previously incurred it was found that some expenditure from previous years was previously allocated as unrestricted expenditure. This has been corrected by way of a transfer between restricted and unrestricted funds.

Diabetes Health Check- In partnership with secondary care services and the WOW Partnership (CP7), funding was made available to deliver a Diabetes Health Check programme across the Partnership area, this includes Royds, Great Horton, Wibsey and parts of Queensbury and Little Horton. As Community Anchor, Royds Community Association coordinated a combined Diabetes and general Health Check (including, height, weight, heart, cholesterol and other simple blood tests) events across a range of VCS organisations either at existing services and community centres or at community events across the area. The anchor role has used to coordinate and distribute funds to the events to provide support on the day. The programme has been fully supported by the local PCN and the intent is to continue the service offering on an ongoing basis. Work continues to develop what the offering will look like and how it will be funded going forward.

Covid Support Cost of Living Crisis- Commissioned through Bradford South Area Coordinators Office, the COVID Support Grant was awarded to Royds Community Organisation to enable free hot meals to residents within Delph Hill via the Community Centre. Working with our 3rd party on-site café, a local 'restaurant style' offering was made to offer hot meals for families throughout January and into February 2023.

Warm Spaces- Warm Spaces are a Grant Fund offered by Bradford Metropolitan District Council as a result of the cost of living crisis. The grants were award to organisations in support of allowing community assets to be used to enable residents to benefit from a warm space with access to hot drinks, snacks and Wifi for internet access. Royds secured the funding to enable regular times throughout the week for these facilities to be available at both its Woodside and Delph Hill Centres from December through to March 2023. It is intended to continue offering similar services at both centres throughout the forth-coming year in line with funding opportunities to do so.

Community chest- Bradford South Area Co-ordinator's Office offer small funds under called Community Chest funds. Organisations can apply for a grant of up to £500. They available for groups within Bradford South to allow them to run events, purchase equipment, provide transport, and take part in sports activities etc. Applications are limited to one per calendar year. Royds have utilised this fund for a Christmas community event at Woodside Village Centre. During 2022 Bradford South Area Offices offered an additional Sports Community Chest in conjunction with Future Boost, this enabled Royds to purchase sports equipment for public use at both Woodside Village Centre and Delph Hill Community Centre.

ROYDS COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2023

21. MOVEMENT IN FUNDS - continued

Wibsey Park Exercise - a community service provided by a 3rd party to support with social isolation combined with health and fitness. Provided in blocks of 12 weeks. Held externally at Wibsey Park weather permitting. The activity has been supported through multiple grants provided by Bradford Council.

22. RELATED PARTY DISCLOSURES

The following related party transactions have occurred during the year:

Arise Yorkshire Limited

Arise Yorkshire Limited is a joint venture company in which Royds Community Association is a member.

Recharges of accountancy and administrative services totalled £10,849 (2022 - £9,728).

Gift aid donations received were £59,256 (2022 - £nil).

23. MEMBERS' LIABILITY

Each member of the charitable company undertakes to contribute to the assets of the company in the event of it being wound up while he/she is a member, or within one year after he/she ceases to be a member, such amount as may be required, not exceeding £1 for the debts and liabilities contracted before he/she ceases to be a member

24. CHANGE IN PRESENTATION OF THE FINANCIAL STATEMENTS

Discussions concerning the charge for exiting the West Yorkshire Pension Fund continue, as a result the trustees consider it is appropriate to reclassify the West Yorkshire Pension Fund from a current liability to a provision. The comparative liability of £1,253,000 for the year ended 31st March 2022 has also been reclassified.

To reflect that the nature of the property held by the Charity is to enable third parties to undertake activities that contribute to the charitable objectives of Royds Community Association, the trustees consider it appropriate to reclassify the property held by the Charity as a social investment in property. Property with a net book value of £3,327,708 at 31st March 2022 has also been reclassified in the comparative figures for the year ended 31st March 2022.