

Charity registration number 1044133

Company registration number 02794243 (England and Wales)

WALSALL COMMUNITY TRANSPORT LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

WALSALL COMMUNITY TRANSPORT LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Ms M Clare Mr G Brookes Mrs E C Boycott Ms R Ward
Secretary	Ms M Clare
Charity number	1044133
Company number	02794243
Registered office	The Old Dairy Pelsall Lane Little Bloxwich Walsall West Midlands WS3 3DH
Auditor	Edwards 34 High Street Aldridge Walsall West Midlands WS9 8LZ
Solicitors	Enoch Evans LLP St Paul's Chambers 6-9 Hatherton Road Walsall West Midlands WS1 1XS

WALSALL COMMUNITY TRANSPORT LIMITED

CONTENTS

	Page
Trustees' report	1 - 3
Statement of Trustees' responsibilities	4
Independent auditor's report	5 - 7
Statement of financial activities	8
Balance sheet	9
Statement of cash flows	10
Notes to the financial statements	11 - 21

WALSALL COMMUNITY TRANSPORT LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their annual report and financial statements for the year ended 31 March 2022. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

Objectives and activities

The principal aim of the charity is to provide accessible and affordable transport to other local agencies and community groups.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission on public benefit and feel that this has been achieved by their efforts to maximise income and service delivery.

Achievements and performance

We begin this financial year after the 3rd period of lockdown with year 2021 looking to be as challenging as the previous one, although the pandemic is receding, and our regular services restarting we are hopeful that things will start to get back to what is now the new normal.

The continued support we enjoy from Transport for West Midlands has been instrumental this year in confirming the ongoing stability of the charity, the financial support given to our bus services at pre COVID levels has continued throughout this year and passenger numbers have steadily grown as confidence in using public transport starts to return. Compared with the previous year our passenger numbers have risen by 75% to **133495** which reassures us we are on the road to recovery. Our continued robust cleaning and sanitizing routine has given our passengers an atmosphere that passengers have felt comfortable in. Our involvement in these routes has always been to support the older traveller who benefit from the expertise and experience our staff have from our CT services, in addition having regular staff offering support on and off the vehicle gives our passengers continued confidence to travel knowing they will be looked after.

Group bookings this year however have continue to stutter as organisations are still reluctant to organise days out, but we have been bolstered by the restart of colleges and day centres which has meant all road staff are now back at work. Although still hesitant to socialise passenger numbers this year are up to around **18500** in part due to social distancing on the vehicles, mask wearing and regular vehicle sanitizing. Daily staff testing kept Covid infection at bay for most of the year with services running at capacity and only a short period in the summer causing us any operational difficulty.

With Transport for West Midlands, CT have operated a Door-to-Door Shopping Service across Walsall to support its elderly and disabled residents with their shopping for many years. This service initially suspended at the start of the pandemic recommenced towards the end of the last financial year and has continued throughout this year but understandably users have remained hesitant about shopping for themselves, so numbers have remained deflated through the year with only **3762** passengers travelling.

At the beginning of 2021 we assisted Walsall Council with community surge testing for a new variant of COVID and provided several vehicles as mobile testing units. Such was its success that we were also tasked with contributing to their community COVID response by providing the vehicles and logistical support for the deployment of 2 Mobile Vaccination Units and 3 Covid Community Testing buses 7 days a week from July through till March 22. This innovative use of our vehicles, increased partnership work with Public Health and the NHS, and improved public benefit by offering easy access to the vaccine program.

We have continued to add to our vehicle fleet this year with the purchase of 3 low floor minibuses to improve our capacity for additional work and to cover maintenance which has brought its own challenges as parts have been particularly difficult to source and resulted in vehicles spending more time than usual off the road in garages waiting to be repaired. This style of vehicle with its easy access lends itself to our range of services currently on offer.

WALSALL COMMUNITY TRANSPORT LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Financial review

Overall audited accounts show a surplus of £150,040 for 2021/22 with net assets of £190,546.

Income

Total income was £1,344,120 (2020/21 - £924,477). The detailed analysis is shown in notes 3,4 and 5.

Expenditure

Total expenditure was £1,194,080 (£905,641), reflecting increasing activity during the year.

Reserves and Cash

Total reserves on 31st March 2022 were £190,546 (£40,506). The Committee continued its cautious risk policy, with reserves designated for future community services, core costs, working capital and potential redundancy costs in case of funding cuts.

At 31 March cash balances were £80,932 (£14,691).

Plans for future periods

Greater partnership working with the voluntary sector also brought about another project with Public Health in the autumn to support residents' Health and Wellbeing through COVID. With Bloxwich Community Partnership and Manor Farm CA we provided a vehicle to offer community-based information and support, this service is ongoing, and its success has resulted in an application to the Dept. of Transport's Tackling Loneliness with Transport Fund by TfWM's Community Transport Forum to expand this type of service across the West Midlands region. At the end of this financial year, we had confirmation that the bid had been successful, and the region had been awarded just under £500k to build upon this service during 2022-23. This project sits well within the core aims and objectives of the Charity and will give us the finances to direct our energies towards developing support for the voluntary sector again after a sustained period of spending all our efforts on just securing the financial viability of the organization.

Structure, governance and management

The organisation is a charitable company limited by guarantee, incorporated on 26 February 1993 and registered as a charity on 14 February 1995.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. Under those articles, every member of the management committee must retire from office at each Annual General Meeting but are eligible for re-election.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Ms M Clare
Mr G Brookes
Mrs E C Boycott
Ms R Ward

Recruitment of new trustees is done through nominations from the charity's membership with elections made at the Charity's AGM, there is no maximum number of officers however the minimum number of committee members must be three.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

WALSALL COMMUNITY TRANSPORT LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

Auditor

In accordance with the company's articles, a resolution proposing that Edwards be reappointed as auditor of the company will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.

A handwritten signature in black ink, appearing to read 'M. Clare', with a stylized flourish at the end.

Ms M Clare
Chairperson

22 December 2022

WALSALL COMMUNITY TRANSPORT LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees, who are also the directors of Walsall Community Transport Limited for the purpose 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 which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charity 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 Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



Ms M Clare
Chairperson

22 December 2022

WALSALL COMMUNITY TRANSPORT LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF WALSALL COMMUNITY TRANSPORT LIMITED

Opinion

We have audited the financial statements of Walsall Community Transport Limited (the 'Charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (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 31 March 2022 and of its incoming resources and application of resources, 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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Charity 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

The prior year financial statements have not been subject to audit. As such, our opinion does not extend to the corresponding amounts included within these financial statements.

WALSALL COMMUNITY TRANSPORT LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF WALSALL COMMUNITY TRANSPORT LIMITED

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the Charity for the purpose 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 Charity'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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 an auditor's report 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 sector in which it operates, we identified the principle risks of non-compliance with laws and regulations related to the charitable trusts and the application of charitable funds. 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 evaluated managements and those charged with governance, incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined the principal risks were related to management bias in accounting estimates. Our audit procedures to respond to these risks included enquiries with management about their own identification and assessment of the risks of irregularities, review and discussion of non-routine transactions, sample testing on the posting of journals and review of accounting estimates for biases.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

These inherent limitations are particularly significant in the case of misstatement resulting from fraud as this may involve sophisticated schemes designed to avoid detection, including deliberate failure to record transactions, collusion or the provision of intentional misrepresentations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

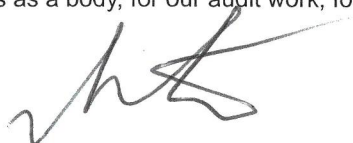
WALSALL COMMUNITY TRANSPORT LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF WALSALL COMMUNITY TRANSPORT LIMITED

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



David Webb FCA (Senior Statutory Auditor)
for and on behalf of Edwards

22 December 2022

Chartered Accountants
Statutory Auditor

34 High Street
Aldridge
Walsall
West Midlands
WS9 8LZ

Edwards is eligible for appointment as auditor of the Charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

WALSALL COMMUNITY TRANSPORT LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Donations and legacies	3	75,831	133,543
Activities in furtherance of charity activities	4	1,266,641	787,717
Other trading activities	5	1,648	3,217
Total income		1,344,120	924,477
<u>Expenditure on:</u>			
Charitable activities	6	1,192,295	905,641
Other		1,785	-
Total expenditure		1,194,080	905,641
Net income for the year/ Net movement in funds		150,040	18,836
Fund balances at 1 April 2021		40,506	21,670
Fund balances at 31 March 2022		190,546	40,506

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.

WALSALL COMMUNITY TRANSPORT LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	11		208,344		184,190
Current assets					
Debtors	12	102,291		47,797	
Cash at bank and in hand		80,932		14,691	
		<u>183,223</u>		<u>62,488</u>	
Creditors: amounts falling due within one year	13	<u>(121,358)</u>		<u>(144,342)</u>	
Net current assets/(liabilities)			61,865		(81,854)
Total assets less current liabilities			270,209		102,336
Creditors: amounts falling due after more than one year	14		(79,663)		(61,830)
Net assets			<u>190,546</u>		<u>40,506</u>
Income funds					
Unrestricted funds			190,546		40,506
			<u>190,546</u>		<u>40,506</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 31 March 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, 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 22 December 2022



Ms M Clare
Trustee



Mrs E C Boycott
Trustee

Company registration number 02794243

WALSALL COMMUNITY TRANSPORT LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	21		154,893		54,297
Investing activities					
Purchase of tangible fixed assets		(77,706)		(10,517)	
Proceeds from disposal of tangible fixed assets		4,917		-	
Net cash used in investing activities			(72,789)		(10,517)
Financing activities					
Repayment of borrowings		(8,333)		(4,167)	
Proceeds from new bank loans		-		50,000	
Payment of obligations under finance leases		(7,530)		(34,996)	
Net cash (used in)/generated from financing activities			(15,863)		10,837
Net increase in cash and cash equivalents			66,241		54,617
Cash and cash equivalents at beginning of year			14,691		(39,926)
Cash and cash equivalents at end of year			80,932		14,691

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Walsall Community Transport Limited is a charitable company limited by guarantee, incorporated in England and Wales. The registered office is the Old Dairy, Pelsall Lane, Little Bloxwich, Walsall, West Midlands, WS3 3DH.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Charity is a Public Benefit Entity as defined by FRS 102.

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

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

1.2 Going concern

The directors have prepared profit and cash flow forecasts for the post accounting year end period based upon current expectations of activity levels and the directors' assessments of the likely level of demand from key customers.

The directors consider cash flow projections on a monthly basis and ensure that appropriate facilities are available to be drawn upon as necessary.

Based upon the activity levels forecast, the directors consider that the company will be able to maintain its cash at bank resources through the year that is twelve months from the date of approval of these financial statements.

Therefore, after making the enquiries that they consider necessary the directors have a reasonable expectation that the company has adequate funding resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements.

1.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

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

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

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

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 are allocated on the portion of the asset's use.

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 are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

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:

Leasehold property improvements	11.1% Straight line
Plant and machinery	25% Reducing balance
Fixtures, fittings and equipment	15% Reducing balance
Computer equipment	25% Reducing balance
Motor vehicles	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.

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.7 Impairment of fixed assets

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

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

1.10 Employee benefits

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

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

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Grant Income received	75,831	133,543
Grants receivable for core activities		
JRS Grant Income	9,503	117,143
Council Core Funding	-	11,400
Voluntary Sector Project Funding	38,613	5,000
CBSSG- WMCA	13,863	-
DFT - Restart/ Recovery	12,810	-
	75,831	133,543

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

4 Activities in furtherance of charity activities

	Community transport 2022 £	Direct payments 2022 £	Total 2022 £	Total 2021 £
Contractual income	417,402	99,101	516,503	321,313
Non-contractual income	256,936	-	256,936	11,552
MIDAS provision	1,375	-	1,375	720
Bus service subsidies	453,721	-	453,721	387,368
Centro concessionary fares scheme	27,506	-	27,506	62,839
Other income	10,600	-	10,600	3,925
	<u>1,167,540</u>	<u>99,101</u>	<u>1,266,641</u>	<u>787,717</u>

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

5 Other trading activities

	2022	2021
	£	£
Shoppers Business Income/Shoppers days out	1,648	3,217

6 Charitable activities

	Community transport £	Depreciation £	Total 2022 £	Total 2021 £
Staff costs	647,767	-	647,767	505,810
Depreciation and impairment	-	46,851	46,851	37,601
Vehicle and fuel costs	400,686	-	400,686	271,167
Cleaning costs	5,006	-	5,006	3,206
Volunteer expenses	1,230	-	1,230	565
Uniform costs	3,430	-	3,430	6,770
Rent, rates and insurance	36,506	-	36,506	38,301
Light and heat	5,047	-	5,047	5,160
Repairs and renewals	11,432	-	11,432	12,237
Printing, stationery and advertising	1,259	-	1,259	1,713
Telephone and postage	4,236	-	4,236	4,047
HP interest and charges	7,807	-	7,807	4,532
Staff recruitment and training	998	-	998	405
Legal and professional fees	2,504	-	2,504	2,697
Audit and accountancy fees	5,945	-	5,945	2,515
Bank charges, interest and loan interest	4,739	-	4,739	4,692
Office sundries	6,852	-	6,852	4,223
	1,145,444	46,851	1,192,295	905,641
	1,145,444	46,851	1,192,295	905,641
Analysis by fund				
Unrestricted funds	1,145,444	46,851	1,192,295	
	1,145,444	46,851	1,192,295	
For the year ended 31 March 2021				
Unrestricted funds	868,040	37,601		905,641
	868,040	37,601		905,641

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7	Net movement in funds	2022	2021
		£	£
	Net movement in funds is stated after charging/(crediting)		
	Depreciation of owned tangible fixed assets	46,851	37,601
	Loss on disposal of tangible fixed assets	1,785	-
		<u>48,636</u>	<u>37,601</u>

8	Auditor's remuneration		
	Fees payable to the Charity's auditor	2022	2021
		£	£
	Audit of the Charity's annual accounts	3,150	-
		<u>3,150</u>	<u>-</u>

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

10	Employees		
	The average monthly number of employees during the year was:		
		2022	2021
		Number	Number
	Staff	39	36
		<u>39</u>	<u>36</u>
	Employment costs	2022	2021
		£	£
	Wages and salaries	602,338	475,826
	Social security costs	33,766	21,252
	Other pension costs	11,663	8,732
		<u>647,767</u>	<u>505,810</u>

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

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

11	Tangible fixed assets	Leasehold property improvements £	Plant and machinery £	Fixtures, fittings and equipment £	Computer/Motor vehicles equipment £	Total £
	Cost					
	At 1 April 2021	27,927	17,225	29,864	19,544	870,627
	Additions	-	-	570	1,136	77,706
	Disposals	-	-	-	-	(26,000)
	At 31 March 2022	27,927	17,225	30,434	20,680	922,333
	Depreciation and impairment					
	At 1 April 2021	26,072	10,371	26,525	18,534	686,436
	Depreciation charged in the year	502	1,713	577	494	46,851
	Eliminated in respect of disposals	-	-	-	-	(19,298)
	At 31 March 2022	26,574	12,084	27,102	19,028	713,989
	Carrying amount					
	At 31 March 2022	1,353	5,141	3,332	1,652	208,344
	At 31 March 2021	1,854	6,854	3,339	1,010	184,190

The net book value of tangible fixed assets includes £86,532 (2021 - £103,383) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £21,050 (2021 - £18,617) for the year.

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

12 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	57,313	8,539
Other debtors	36,157	30,557
Prepayments and accrued income	8,821	8,701
	<u>102,291</u>	<u>47,797</u>

13 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Obligations under finance leases	15	33,784	27,480
Borrowings	16	10,000	50,000
Other taxation and social security		8,590	5,528
Trade creditors		60,324	54,920
Other creditors		2,202	3,122
Accruals and deferred income		6,458	3,292
		<u>121,358</u>	<u>144,342</u>

14 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Obligations under finance leases	15	47,996	61,830
Borrowings	16	31,667	-
		<u>79,663</u>	<u>61,830</u>

15 Finance lease commitments

Future minimum lease payments due under finance leases:

	2022 £	2021 £
Within one year	33,784	27,480
Within two and five years	47,996	61,830
	<u>81,780</u>	<u>89,310</u>

Net obligations under finance lease contracts are secured on the assets to which they relate.

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

16 Loans and overdrafts

	2022 £	2021 £
Other loans	41,667	50,000
Payable within one year	10,000	50,000
Payable after one year	31,667	-
	41,667	50,000

A Bounce Back Loan was received in the year ended 31 March 2021. No repayments or interest were due from the company for a period of one year, after which interest is charged at 2.5% and repayments are due over a period of five years.

17 Operating lease commitments

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

	2022 £	2021 £
Within one year	31,000	31,000
Between two and five years	124,000	124,000
In over five years	-	31,000
	155,000	186,000

18 Related party transactions

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

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Total remuneration paid	43,466	36,783

19 Charges

Lloyds Bank plc holds a debenture dated 14 March 2006 over the undertaking and all property and assets present and future including goodwill, book debts, uncalled capital, buildings, fixtures, and fixed plant and machinery.

WALSALL COMMUNITY TRANSPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

20 Members' liability

The company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

21 Cash generated from operations	2022 £	2021 £
Surplus for the year	150,040	18,836
Adjustments for:		
Loss on disposal of tangible fixed assets	1,785	-
Depreciation and impairment of tangible fixed assets	46,851	37,601
Movements in working capital:		
(Increase)/decrease in debtors	(54,494)	9,007
Increase/(decrease) in creditors	10,711	(11,147)
Cash generated from operations	154,893	54,297

22 Analysis of changes in net (debt)/funds

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	14,691	66,241	80,932
Loans falling due within one year	(50,000)	40,000	(10,000)
Loans falling due after more than one year	-	(31,667)	(31,667)
Obligations under finance leases	(89,310)	7,530	(81,780)
	(124,619)	82,104	(42,515)