

FRIENDS OF THE TIVOLI

England & Wales · Charity number 1053930

Details

Other names	FRIENDS OF THE TIVOLI LIMITED
Status	Registered
Legal form	Charitable company
Company number	03001139
Registered	1996-03-20
Register	View on the Charity Commission register

Contact

Address	Tivoli Theatre 19-27 West Borough Wimborne Dorset BH21 1LT
Phone	01202694561
Email	charlie@tivialiwimborne.co.uk
Website	www.tivialiwimborne.co.uk

Activities

Objects: TO PROMOTE, RESTORE, MAINTAIN, IMPROVE AND ADVANCE PUBLIC EDUCATION IN THE PERFORMING ARTS BY THE PROMOTION AND PRODUCTION OF THEATRICAL PLAYS AND THE ENCOURAGEMENT OF THE ARTS

Activities: To promote, restore, maintain, improve and advance public education in the performing arts.

Classification

- **How:** Other Charitable Activities
- **What:** Arts/culture/heritage/science
- **Who:** The General Public/mankind

Geography

- Dorset
- Hampshire
- Wiltshire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£136,819	£109,853	-	-
2023-12-31	£172,978	£114,556	-	-
2022-12-31	£17,925	£96,933	-	-
2021-12-31	£163,290	£80,909	-	-
2020-12-31	£106,368	£85,075	-	-

Trustees

Name	Role	Appointed
Alan Breakwell	Chair	
Andrew Clive Graham Watkins		2023-06-06
Anita June Cole		2013-10-14
ROBIN DAVID COOK		

FRIENDS OF THE TIVOLI

England & Wales - Charity number 1053930

Accounts

Company number: 3001139
Charity number: 1053930

FRIENDS OF THE TIVOLI
REPORT AND AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2024

FRIENDS OF THE TIVOLI

CONTENTS

	Page
Annual Report of the Trustees	1-7
Independent Auditors Report	8-10
Statement of Financial Activities	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the Accounts	14-23
Non-Statutory Information – For the Trustees only	
Detailed Income and Expenditure Account	24
Consolidated Detailed Income and Expenditure Account	25

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST DECEMBER 2024

The Trustees are pleased to present their report together with the financial statements of the charity for the year ending 31st December 2024.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Number	1053930
Company Number	3001139
Principal Office	19 -23 West Borough, Wimborne, Dorset, BH21 1LT.

Auditors	Francis Clark LLP	Towngate House, 2 – 8 Parkstone Road, Poole, Dorset BH15 2PW
Bankers	Barclays Bank PLC	
Solicitors	Harold G Walker	30, West Borough, Wimborne Dorset, BH21 1NF

Directors and Trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout the report are collectively referred to as the trustees.

The Trustees who served during the year and since the year end were as follows:

- Alan Breakwell (Chairman)
- Anita June Cole
- Robin Cook (re-appointed 1st October 2024)
- Andrew Watkins

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Friends of the Tivoli is a company limited by guarantee governed by its Memorandum and Articles of Association dated 17th December 1994 and amended on the 6th October 1997, 28th September 2004 and the 30th October 2023. It is registered as a charity with the Charity Commission. The company has currently over 70 members who undertake to contribute such amount as may be required (not exceeding £10) to the company's assets if it should be wound up, for payment of the company's debts and liabilities.

Appointment of Trustees

As set out in the Articles of Association the trustees retire by rotation and are elected by the members attending the annual general meeting (AGM). Members may also nominate trustees for election at the AGM. Trustees can co-opt members during the year and seek confirmation at the AGM. When considering co-option regard is given to a balance of skills to ensure that the trustees have as wide a knowledge base as possible.

Trustee Induction and Training

Any new Trustee will undergo an induction where they will be briefed on their legal obligations under Charity and Company law, the Charity Commission guidance on public benefit, the content of the Memorandum and Articles of Association, previous Trustees' minutes, the Way Ahead document and the Budget and recent financial performance of the Charity. They will also meet the General Manager and the other employees and have a tour of the facility. Trustees can attend appropriate training events where these will benefit in carrying out their role.

Organisation

The Board of Trustees consisting of not less than three members and a maximum of seven administer the charity and its trading subsidiary. The board hold meetings to cover development, finance, and all aspects of the charity. A General Manager, Charlie North Lewis, is appointed by the Trustees to manage the day-to-day operations of the charity. In addition, there is a Building Services Manager, a Production Manager, a Finance Administrator (self-employed), an Office Administrator, a Box Office Administrator, Lighting Technician, Sound Technician and Front of House Manager all who are salaried employees/self-employed with the Projectionists, and Technical Crew being paid a film/show fee.

The Charity relies heavily on volunteers to perform many tasks for example duty manager, front of house, box office, office, and financial administration, operating the bar and café, and day to day maintenance. It is estimated that in a normal year volunteers provide approximately 21,000 hours and at appropriate rates of pay this is equal to £244,000.

Related parties

The charity's wholly owned trading subsidiary, Tivmanco Limited, was established to operate the theatre, bar and refreshments and gift aids the surplus for the year to the charity. To comply with FRS102 update bulletin 2 relating to gift aid of surpluses, from 2018 onwards the surplus for the year will be reflected in the accounts in the year when the surplus is paid over. The 2019 surplus was retained by Tivmanco Limited, and tax was paid leaving the balance to meet the shortfall in 2020 arising from the pandemic. The balance remaining from 2020 was used to meet the shortfall in 2021. The 2023 surplus was paid over in 2024.

Pay Policy

The directors who are the Trust's trustees give of their time freely and receive no remuneration and details of any Trustees' expenses are disclosed in note 6 to the accounts.

It has been normal practise to review salary levels on an annual basis. One of the conditions of the Arts Council Grant awarded in 2021 was that there should be no pay review for at least 18 months following receipt of the grant approval. As a result, there was no review in 2022, and since March 2023 a review has been undertaken annually. The factors taken into consideration are the impact of the cost-of-living crisis, minimum pay legislation, differentials coupled with the ability of the theatre to pay. Trustees may also review the theatre's performance at the end of a financial year and if the budget surplus is above a level determined annually by Trustees, then office staff/managers may receive a thank you/bonus for contributing to the success of the theatre. There was a change in financial administration in September 2022 with the new member of staff being self-employed and a number of the technical crew are on zero-hour contracts. The pay levels for the senior staff were set on similar posts elsewhere, local market rates and importantly what the theatre could afford.

Risk Management

The Trustees are aware of the risks the business faces and through the board meetings review progress to ensure that any risks are minimised. The General Manager and his team concentrate on the non-financial risks arising from fire, health and safety of artists and audience and other risks that are identified on an on-going basis and from the annual review by the Insurance Company. The Child Protection Policy is in line with the procedures of the local authority.

A risk management strategy has been adopted to cover an annual review of the risks the charity may face, the establishment of systems and procedures to manage the risks identified in the plan, and the implementation of procedures designed to minimise any potential impact should any risk materialise. The risk register is reviewed on an annual basis. A key element in the management of financial risk is the setting of a reserves policy and its regular review by the Trustees.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2024

OBJECTIVES OF THE CHARITY

The main objective for which the Charity is established is to promote, restore, maintain, improve, and advance public education in the performing arts by the promotion and production of theatrical plays and the encouragement of the arts including film, shows, drama, mime, dance, singing and music for the benefit of the community. The Charity has a general aim of contributing to the quality of life of the people of East Dorset and the wider area by providing, on a regular basis, accessible professional and community arts events.

PRINCIPAL ACTIVITIES ACHIEVEMENTS AND PERFORMANCE

2024 was the next stage in the recovery process following on from 2022 and 2023. As previously mentioned, there is still a long way to go, especially for cinema with the numbers falling for the second consecutive year. There are early signs that 2025 will show an upward trend and hopefully more Wimborne types of film with increased attendances. The show's numbers continue to grow, and this was helped at the end of the year with the pantomime Sow White breaking all records.

Attendance	2020	2021	2022	2023	2024
Cinema/Satellite	7,758	4,276	12,559	10,449	7,601
Shows	14,195	21,827	48,288	54,389	57,910
Total	21,953	26,103	60,847	64,838	65,511

There were 43 different films shown with an average attendance of 49 (65 in 2023). 11 of the films exceeded the average accounting for just under 75% of the audience with the remaining 32 films averaging 30 per performance. The most popular films with average audiences over 100 were Napoleon, One Life, Wonka, Bob Marley One Love, Wicked Little Letters and Wilding. There were 2 (5 in 2023) screening by satellite which attracted an average attendance of 116 (68 in 2023).

It has been a busy and successful year for live theatre with over 160 different events taking place. The Tivoli programme gives a wide range of opportunities with the theatre able to provide quality shows with a balanced programme to suit all tastes covering jazz, comedy, ballet, drama, musicals, tribute bands, celebrity guests, factual programmes, original artists and, over Christmas and New Year a pantomime. Many of the annual favourites returned and a number of artists were appearing for the first time as the Tivoli's reputation continues to spread. Made to Measure pantomime production of Snow White broke last year's record attracting an audience of approaching 13,000 for the whole run. The reviews were excellent, and what an end to the year.

The Trustees are appreciative of the way the General Manager and his team have operated in these challenging times and the way that the public has continued to support the theatre during these difficult financial times. The Tivoli reputation continues to grow in the theatre world and the General Manager takes every opportunity to enhance that reputation with the future programming.

What has continued throughout the year has been the on-going maintenance of the listed building coupled with works in the loft space above the auditorium to provide safer access as well as the construction of a wheelchair shelter to the side of the building. There is need to improve health and safety by upgrading the rigging on stage and a Structural Engineer has been assessing the implications of carrying out this work which is programmed for 2026.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2024

Additional security cameras were added to the existing system, and a number of new headsets were acquired which were used during the pantomime run improving the visitor experience. A significant amount of time and resources were utilised in the review of the IT and telephone systems with both systems being outsourced to Tailor Made Technologies. A new web site was developed which went live in May 2024 with a good reaction from our customers.

The Theatre's insurer's will be changing again in 2025 following the annual review by our brokers with the theatre reverting back to a company we were with previously.

The Trustees have given due regard to public benefit when planning the charity's activities in accordance with the Charity Commission's General Guidance on Public Benefit. The paragraphs above set out the activities, achievements, and performance during the year, which are directly related to the objects and purposes for which the charity exists and are fully compliant with the Charity Commission Principles on Public Benefit.

FINANCIAL REVIEW

Trustees continued to monitor the budget throughout the year on a quarterly basis following the practice introduced in 2021 of reviewing the figures in line with the Arts Council headings leading to the merging of Tivmanco and FOTT to give a composite budget rather than two separate ones. It is a clearer process and provides the total picture of activity for the theatre.

Tivmanco the wholly owned trading subsidiary had a turnover of over one and half million pounds an increase of just over £140,000 from the previous year. 80.3% of the turnover came from stage shows and cinema, 8.65% from the bar and refreshments and the balance from miscellaneous sales, advertising, and donations.

The 2024 surplus of £154,177 was an increase of £43,368 compared with the 2023 surplus of £111,809. The net turnover increased by £56,500 as attendances continued to rise and this was offset by increased expenditure on salaries, security, cleaning, IT costs and charges with a reduction in advertising. This was an excellent result an improvement on the 2023 position and a positive sign as we move into 2025. The surplus of £154,177 from the trading arm Tivmanco for 2024 will be covenanted to the charity in 2025.

This is not the complete financial picture as the charity is responsible for the external maintenance, insurance, business rates, water/sewerage rates, and other expenses of the buildings as well as receiving income from donations, membership, and fundraising. In 2024 the charity received £111,809 covenanted from Tivmanco relating to the 2023 surplus. This enabled the charity to have a surplus for the year of £26,966 which is a reduction of £31,544 from the previous year after as a result of increased expenditure on IT and telephony support offset by reduction in external maintenance, depreciation and additional investment income.

The Trustees have always supported the General Manager in moving the theatre forward whilst ensuring that any increased financial commitment is planned and only implemented when it is financially prudent to do so. Strong financial management will continue to be exercised minimizing risk wherever possible so that the challenges facing the Tivoli are managed in a measured way.

The Trustees have used the Way Ahead document to carry out annually a thorough review of the needs of the theatre and agree their spending plans for the forthcoming year. The Trustees remain prudent and reviewed the document in October 2024 to ensure that it was relevant for world we now live in.

The Trustees would like to take this opportunity of thanking all the staff, and volunteers for their commitment during 2024 which was another difficult and challenging year.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2024

Investment Policy

The Trustees have regard to the liquidity requirements of operating the theatre and kept available funds as cash and placed them on deposit at the best rate obtainable. The theatre has no permanent endowment or annual financial support and relies on income from the customers visiting the theatre to meet the costs of running the theatre. Due to the nature of the business income is not invested for the long term.

Reserves Policy

The Charity aims to maintain unrestricted funds, the free reserves of the charity, at a level sufficient to ensure that all unrestricted expenditure outstanding at any one time can be met. Unrestricted funds were maintained at this level throughout the year. Great care is taken to ensure that no expenditure is incurred unless it can be afforded. Enhancements or improvements will not be approved unless the Trustees are satisfied that the need has been justified and the funds are there to meet that expenditure.

The Trustees review their policy annually and in 2023 changed the method of calculating the minimum level of reserves required from the traditional method based on 60% of the estimated fixed costs in the following financial year which would continue to be paid if the theatre were closed for a 6-month period to a risk-based approach. It would continue to be reviewed annually, and the figure would change as each risk was reassessed. A number of factors were considered – downturn in income, increases in expenditure linked to downturn in income, one off costs, shortfall on FOTT and cash flow. The figure for 2024 was set at £158,650 (2023 £173,070). Trustees will continue to fund equipment purchases from surplus reserve funds rather than establish a Designated Reserve for equipment replacement. The position will continue to be monitored. Any surplus reserve funds are available for maintaining, improving, and enhancing the theatre.

On the 1st January 2024 £369,862 of general unrestricted funds was available and during the course of the year £35,555 (£50,487 in 2023) was met from the general funds for works to walkway in the roof space above the auditorium, wheelchair shelter, stage equipment, structural engineers' fees relating to the rigging scheme, additional CCTV cameras and IT equipment backstage. After considering the surplus for the year and the change in the reserves policy the amount of general unrestricted funds available at the 31st December 2024 was £432,624. This figure will be increased during 2025 when the surplus from Tivmanco Ltd in 2024 is covenanted to the Friends of the Tivoli.

PLANS FOR FUTURE PERIODS

“The Way Ahead – Review of the Tivoli Theatre” is an in depth look at all aspects of the theatre covering Governance (constitution, trustees, volunteers, and friends of the Tivoli) Budgetary/Financial Reporting (budget, monitoring, reporting, balances, and accounting records) Employees, Theatre and Buildings. It is a flexible document which was updated in 2023, reviewed in October 2024 to reflect and meet the challenges from the changing times we live in.

Two areas which are being reviewed for development in 2026 are moving the sound desk in the auditorium to a more central position thereby providing a better-balanced sound. Secondly to improve health and safety on the stage by revising the rigging requirements to provide a safer working environment and a structural engineer has already been involved in assessing what is required to carry out the works. The intention would be for these works to be carried out in August 2026 closing the theatre for that month.

Moving forward for the future the Manager and his team will continue to look at areas of the theatre where improvements are required to enhance Health & Safety requirements, to improve the visitor experience, as well as investigating whether grants are available to support the projects. Trustees will review the priorities for this work within the funds available and will then agree a programme for the works covering the next 2/3 years.

Whilst an overall surplus has been achieved for the last three years and 2025 has made a strong start there remains challenging times ahead as the cost-of-living crisis continues to impact on costs as well as the ability of the audience to continue to support the theatre in these difficult times. The finances of the theatre are sound, and the Trustees will continue to maintain tight control through monitoring which will enable stability and moving forward on the projects referred to above.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2024.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of Friends of the Tivoli 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, 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 these financial statements, the trustees are required to:

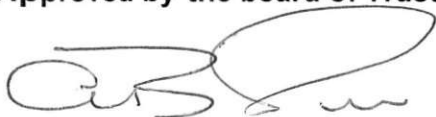
- select suitable accounting policies and then apply them consistently.
- observe the methods and principles in the Charities SORP 2019 FRS102.
- make judgements and estimates that are reasonable and prudent.
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- 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 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.

A resolution to re-appoint Francis Clark LLP for the ensuing year will be proposed at the Annual General Meeting in accordance with Section 485 of the Companies Act 2006.

This report of the Trustees has been prepared in accordance with the small companies' regime under the Companies Act 2006.

Approved by the board of Trustees on and signed on their behalf by:



Alan Breakwell

28/8/2025

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FRIENDS OF THE TIVOLI

OPINION

We have audited the financial statements of Friends of the Tivoli (the 'charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2024, which comprise the Group Statement of Financial Activities, Charitable Company and Group Balance Sheet and Charitable Company and Group Statement of Cash Flows, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the groups and charitable company affairs as at 31 December 2024 and of its results 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 OF 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 group 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT (CONTINUED)

OPINION 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 trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The trustees' annual report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the financial statements.

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.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Statement of responsibilities of trustees set out on page 7, the trustees 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 group and 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 charity or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S 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 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:

As part of our audit planning, we obtained an understanding of the legal and regulatory framework that is applicable to the Charity. We gained an understanding of the Charity and the sector in which the Charity operates as part of this assessment to identify the key laws and regulations affecting the Charity. As part of this, we reviewed the Charity's website for an indication of any regulations in place and discussed these with the relevant individuals responsible for compliance. The key regulations we identified were Charity legislation, employment law and health and safety regulations. 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 and Charities SORP - FRS 102.

We discussed with management how the compliance with these laws and regulations is monitored and discussed policies and procedures in place. We also identified the individuals who have responsibility for ensuring that the Charity complies with laws and regulations and deals with reporting any issues if they arise.

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT (CONTINUED)

As part of our planning procedures, we assessed the risk of any non-compliance with laws and regulations on the Charity's ability to continue trading and the risk of material misstatement to the accounts.

As part of our planning procedures, we assessed the risk of any non-compliance with laws and regulations on the Charity's ability to continue trading and the risk of material misstatement to the accounts.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved the following:

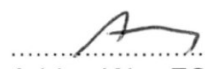
- Enquiries of management and trustees regarding their knowledge of any non-compliance with laws and regulations that could affect the financial statements. As part of these enquiries, we also discussed with management whether there have been any known instances, allegations or suspicions of fraud.
- Reviewed filings with the Charity Commission and whether there were any serious incident reports made during the year.
- Discussed with management if any health and safety incidents have been recorded during the year.
- Reviewed legal and professional costs to identify any possible non-compliance.
- Reviewed Board minutes.
- Audited the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness.
- Sample testing of ticket sales during the year to test whether revenue is complete and has been recognised in line with the revenue recognition policy.
- Proof in total test in respect of ticket sales during the year to assess whether revenue is complete and has been recognised in line with the revenue recognition policy.
- Sample testing of deferred ticket sales at the year end to ensure revenue has been recognised in the correct period.
- Reviewed estimates and judgements made in the accounts for any indication of bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate omissions, collusion, forgery, misrepresentations, or the override of internal controls. We are also less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements.

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 auditor's report.

USE OF OUR REPORT

This report is made solely to the group and charitable company's trustees, 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 group and charitable company'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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.


Adrian Way FCA, FCCA (Senior Statutory Auditor)
For and on behalf of Francis Clark LLP,
Chartered Accountants and Statutory Auditor
Towngate House
2-8 Parkstone Road
Poole
Dorset
BH15 2PW

Date: 18.9.25

FRIENDS OF THE TIVOLI

GROUP STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

For the Year Ended 31st December 2024

INCOME AND ENDOWMENTS		All Unrestricted Funds 2024 £	All Unrestricted Funds 2023 £
	Note		
Income and endowments from			
Donations and legacies	2	11,681	12,049
Other trading activities			
Commercial trading operations	3	1,578,856	1,433,516
Investment Income	2	13,329	9,582
Total income and endowments		1,603,866	1,455,147
RESOURCES EXPENDED			
Raising funds			
Cost of generating voluntary income	4	250	250
Fundraising trading	4	-	-
Charitable activities			
Other expenditure	4	109,603	114,305
Commercial trading operations	3	1,424,679	1,321,707
Total expenditure		1,534,532	1,436,262
Net incoming resources before transfers		69,334	18,885
Gross transfer between funds	14&15	-	-
Net movement in funds for the year		69,334	18,885
Reconciliation of funds			
Total funds brought forward		1,362,294	1,343,409
Total funds carried forward		1,431,628	1,362,294

All the charity's activities derive from continuing operations during the above periods.

The notes on pages 14 to 23 form part of these accounts.

FRIENDS OF THE TIVOLI AND GROUP

BALANCE SHEET
At 31st December 2024

	Note	Group		Charity	
		2024	2023	2024	2023
		£	£	£	£
Fixed Assets					
Tangible Assets	7	686,176	707,552	686,176	707,552
Investment in Subsidiary	9	-	-	1	1
		686,176	707,552	686,177	707,553
Current Assets					
Stocks	10	7,102	5,215	-	-
Debtors	11	10,545	9,307	13,474	25,052
Cash at Bank and in Hand		1,290,535	1,178,992	586,301	524,407
		1,308,182	1,193,514	599,775	549,459
Creditors					
Amounts falling due within one year	12	562,730	538,772	8,502	6,528
Net Current Assets		745,452	654,742	591,723	542,931
Net Assets		1,431,628	1,362,294	1,277,450	1,250,484
Funds of The Charity					
Unrestricted:					
General Charitable Funds	15	1,431,628	1,362,294	1,277,450	1,250,484
Total Charity Funds		1,431,628	1,362,294	1,277,450	1,250,484

The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the board of Trustees on and signed on its behalf by:



28/8/25

Alan Breakwell
Trustee (Director)

The notes on pages 14 to 23 form part of these accounts.

FRIENDS OF THE TIVOLI

Statement of Cash Flows and Consolidated Statement of Cash Flows

For year ended 31st December 2024

		Group		Charity	
	Note	2024 £	2023 £	2024 £	2023 £
Cash used in operating activities	17	133,769	134,340	84,120	129,571
Cash flows from investing activities					
Interest Income	2	13,329	9,582	13,329	9,582
Purchase of fixed assets	7	(35,555)	(50,487)	(35,555)	(50,487)
Cash used in investing activities		(22,226)	(40,905)	(22,226)	(40,905)
Increase(decrease) in cash and cash equivalents in the year		111,543	93,435	61,894	88,666
Cash and cash equivalents at the beginning of the year		1,178,992	1,085,557	524,407	435,741
Total cash and cash equivalents at the 31st December 2024		1,290,535	1,178,992	586,301	524,407

The notes on pages 14 to 23 form part of these accounts.

FRIENDS OF THE TIVOLI
NOTES TO THE ACCOUNTS
For the Year Ended 31st December 2024

1. Accounting Policies

(a) Basis of accounting

Friends of the Tivoli is a registered charity, registration number 1053930, Company number 3001139, registered in the United Kingdom. The address of the charity is given in the reference and administrative details on page 1 of these financial statements. The nature of the charity's operations and principal activities are described in the Trustees annual report set out on pages 1 - 7.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiaries undertakings as at 31 December 2024.

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made a surplus for the financial year of £26,966 (2023 – deficit of £58,422).

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued, and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS For the Year Ended 31st December 2024

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

(c) Incoming resources

All incoming resources becoming available to the charity during the year are recognised in the Statement of Financial Activities. Grants and donations for specific purposes are accounted for as restricted income. Ticket sales, rental income from letting of the Tivoli theatre and bar and refreshment sales are recognised in the year the event took place. Income is stated gross of related expenditure but where appropriate net of VAT.

(d) Resources expended.

Expenditure is recognised when it is incurred and is reported gross of related income. It is recognised on an accruals basis and allocated to the appropriate headings in the financial statements.

(e) Tangible fixed assets

Individual fixed assets costing £1,000 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

(f) Depreciation

Depreciation is provided on all tangible fixed assets in use, at rates and bases calculated to write off the cost or valuation less estimated residual value, of each asset over its expected useful life, on a straight-line basis, as follows: -

Freehold Improvements – 3.3% and 12.5%,
Electrical and Stage Equipment – 12.5%
Furniture and Other Equipment – 12.5%.

(g) Stock

Stock is recorded at the lower of cost and net realisable value after due regard for obsolete and slow-moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

(h) Trade Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

(i) Cash and cash equivalents.

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

(j) Trade Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

(k) Operating Leases

Rental chargeable under operating leases are charged in the profit and loss account on a straight-line basis over the lease term.

(l) Funds

Restricted Funds are recognised when a restriction is placed upon incoming resources. There are no restricted funds recorded in the accounts.

Designated funds are unrestricted funds where the resources are set aside for specific purposes at the discretion of the trustees.

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the Charity.

(m) Going Concern

In the opinion of the board, the charity has sufficient working capital to continue to meet its financial obligations and pay its liabilities as they fall due for the foreseeable future and therefore the financial statements have been prepared on a going concern basis. The board have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure will be sufficient with the level of reserves held for the charity to be able to continue as a going concern.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

2. Income and endowments

	2024 £	2023 £
	Unrestricted	Unrestricted
Donations and legacies		
Donations & Grants	10,227	9,475
Membership	1,310	1,568
Appeal	144	1,006
	11,681	12,049
Investment Income		
Building Society Interest	5,492	3,983
Bank Interest	2,291	864
COIF Charity Deposit Fund Interest	5,546	4,735
	13,329	9,582

3. Commercial trading operations

The Charity has a wholly owned non-charitable trading subsidiary, Tivmanco Limited which is incorporated in the UK. Its issued share capital of £1 is owned by the Charity and held primarily for the purpose of furthering the Charity's Objects. Tivmanco Limited is responsible for the operation of the Tivoli Theatre. Tivmanco Limited covenants its taxable profit to Friends of the Tivoli. A summary of its trading results is shown below. The subsidiary's financial statements have been consolidated with those of the Friends of the Tivoli in the group accounts presented here and notes 4,5 & 6 relate to the group.

	2024 £	2023 £
	Unrestricted	Unrestricted
Profit and Loss Account		
Turnover	1,578,856	1,433,516
Cost of sales	958,126	869,354
Gross profit	620,730	564,162
Administrative expenses	466,553	452,353
Total expenditure	1,424,679	1,321,707
Trading profit	154,177	111,809
Other operating income	0	0
Profit before taxation	154,177	111,809
Taxation	0	0
Net profit	154,177	111,809
Amount b/f from subsidiary	111,809	151,347
Amount gift aided to Friends of the Tivoli	111,809	151,347
Retained in subsidiary	154,177	111,809

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

Commercial trading operations continued

A summary of the financial activities undertaken by the charity is set out below:

	2024	2023
	£	£
Gross incoming resources	136,819	172,979
Expenditure on charitable activities	(103,583)	(108,785)
Fundraising costs	(250)	(250)
Governance and investment management costs	(6,020)	(5,522)
Net incoming resources	26,966	58,422
Total funds brought forward	1,250,484	1,192,062
Total funds carried forward	1,277,450	1,250,484
Represented by:		
Restricted income funds	-	-
Unrestricted income funds	1,277,450	1,250,484
	1,277,450	1,250,484

4. Expenditure

	2024	2023
	£	£
	Unrestricted	Unrestricted
Cost of generating voluntary income		
Membership expenses	250	250
Fundraising trading costs		
Fundraising activities	-	-
Investment management costs		
Bank Charges	-	-
Charitable activities		
Theatre and Cinema costs		
Establishment expenses	46,652	39,648
Depreciation	56,931	69,135
Governance costs		
Audit Fee	6,020	5,522
Trustees Indemnity Insurance	-	-
	109,603	114,305

Trustees Indemnity Insurance is covered but following a change in Insurance Company there is now a combined policy, and the individual cost cannot be identified.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

5. Staff costs

	2024 £	2023 £
Group		
Gross salaries including Show Fees	195,831	183,260
National insurance	10,530	8,799
Pension	5,297	4,917
 The weekly average number of employees during the year for the Group was as follows	 9	 9

No employee earned more than £60,000.

6. Net income

	2024 £	2023 £
This is stated after charging:		
Staff costs (see note 5)	211,658	196,976
Auditors' remuneration: Charitable company	6,020	5,522
Trading subsidiary	8,500	8,026
Depreciation	56,931	69,135

Trustees' remuneration and expenses

The Trustees (directors) received no remuneration or any other benefit from the charity (2023: nil) and no reimbursed expenses (2023: nil).

Funds belonging to the Charity have been used in the purchase of insurance to protect the Charity from loss arising from the neglect or defaults of its trustees, employees or agents and indemnify the trustees against the consequences of any neglect or default on their part.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

7. Tangible fixed assets

	Freehold Improvements	Electrical and Stage Equipment	Furniture and other Equipment	Total
Cost or valuation:				
1st January 2024	926,941	528,179	75,805	1,530,925
Additions	22,233	7,031	6,291	35,555
Disposal of Asset				
31st December 2024	949,174	535,210	82,096	1,566,480
Depreciation:				
1st January 2024	321,875	432,294	69,204	823,373
Provision for year	33,065	20,840	3,026	56,931
Disposal of Asset				
31st December 2024	354,940	453,134	72,230	880,304
Net book values:				
31st December 2024	594,234	82,076	9,866	686,176
31st December 2023	605,066	95,885	6,601	707,552

8. Freehold Property

In 2004 the freehold of the Tivoli Theatre (19/23 West Borough) was acquired from the Dorset County Council and 25/27 West Borough from the East Dorset District Council, previously both properties had been leased on peppercorn rents. If the buildings ceased to operate for theatre activities, then the properties would return to the local authority Dorset Council.

9. Investments

	2024 £	2023 £
Investments in subsidiaries:		
Shares at cost	<u>1</u>	<u>1</u>

FOTT holds 100% of the ordinary share capital of Tivmanco Limited which is a company registered in England (company number 03237197), undertaking trading activities associated with operating the Tivoli Theatre.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

10. Stocks

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Goods for resale	7,102	5,215	-	-

11. Debtors

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade debtors	371	371	-	-
Amounts owed by group undertakings	-	-	10,974	24,124
Other Debtors				
Prepayments and accrued income	10,174	8,936	2,500	928
Corporation Tax	10,545	9,307	13,474	25,052

12. Creditors falling due within one year.

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade creditors	40,662	40,998	1,252	30
Amounts owed to group undertakings	-	-		
Other taxes and social security costs			-	-
Accruals and deferred income	522,068	497,774	7,250	6,498
	562,730	538,772	8,502	6,528

13. Commitments

Operating Lease Commitments

As at 31st December 2024 the group had total commitments under non – cancellable operating leases as follows:

Operating Leases which expire:	2024	2023
	£	£
Within one year	8,899	5,849
Within two and five years	13,719	1,025
	22,618	6,874

Contingencies

The total amount of contingencies not included in the balance sheet is £10,600 (2023 - £12,400).

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

14. Restricted Funds

When works are completed, the related restricted funds are released in that year. The appropriate adjustment is made between restricted and unrestricted funds. There were no restricted funds in 2024.

15. Unrestricted Funds

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
At 1st January 2024	1,362,294	1,343,409	1,250,484	1,192,062
Surplus for the year	69,334	18,885	26,966	58,422
Transfer between funds			-	-
At 31st December 2023	<u>1,431,628</u>	<u>1,362,294</u>	<u>1,277,450</u>	<u>1,250,484</u>
Fixed Asset Reserve	686,176	707,552	686,176	707,552
Designated Reserve	158,650	173,070	158,650	173,070
General Reserve	<u>586,802</u>	<u>481,672</u>	<u>432,624</u>	<u>369,862</u>
	<u>1,431,628</u>	<u>1,362,294</u>	<u>1,277,450</u>	<u>1,250,484</u>

16. Analysis of Group Net Assets between Funds

	General Fund	Designated Funds	2024 Total	2023 Total
	£	£	£	£
Tangible Fixed Assets		686,176	686,176	707,552
Cash at Bank and in Hand	1,131,885	158,650	1,290,535	1,178,992
Other net current assets/liabilities	(545,083)		(545,083)	(524,250)
TOTAL	586,802	844,826	1,431,628	1,362,294

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2024

17. Reconciliation of Net Movement in Funds to Net Cash Flow from Operating Activities

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Net movement in funds	69,334	18,885	26,966	58,422
Add depreciation charge	56,931	69,135	56,931	69,135
Add Subsidiary surplus			-	-
Deduct Interest Income	(13,329)	(9,582)	(13,329)	(9,582)
Decrease/Increase in Stock	(1,887)	(872)		
Decrease/Increase in Debtors	(1,238)	4,864	11,578	21,723
Decrease/Increase in Creditors	23,958	51,910	1,974	(10,127)
Total	133,769	134,340	84,120	129,571

18. Related Parties

The Charity's wholly owned non-charitable trading subsidiary, Tivmanco Limited, also has its registered office at 19-23 West Borough, Wimborne, Dorset. A gift aid donation of £154,177 will be paid during 2025 (2023: £111,809 – paid during 2024) to the Friends of the Tivoli from Tivmanco Limited. At the balance sheet date £10,974 was owed by Tivmanco Limited (2023: £24,124 being the balance on the inter-company loan account through which relevant expenses and income are transferred to the charitable company).

19. Contingent Asset

During 2021 a contribution of £6,096 was made to the owner of Kings House. Should the property be sold within 5 years a clawback clause applies, and funds will be returned to Friends of the Tivoli in these circumstances.

FRIENDS OF THE TIVOLI

CHARITY DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2024

	2024		2023	
	£	£	£	£
Income				
Donations and fundraising		11,681		12,049
Covenant Tivmanco		111,809		151,347
Interest		13,329		9,582
		136,819		172,978
Administrative Expenses				
Fundraising Activities	-		-	
Membership Activities	250		250	
Rates and Water	2,292		2,071	
Insurances	16,285		15,562	
Audit fee	6,020		5,522	
Equipment Office	11,747			
IT Support	10,912			
Repairs and maintenance	1,665		18,762	
Irrecoverable VAT	3,726		3,016	
Depreciation	56,931		69,135	
Professional Fees	-		200	
Miscellaneous Expenses	25	109,853	38	114,556
Net Income for the year		26,966		58,422

FRIENDS OF THE TIVOLI
CONSOLIDATED DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2024

	2024		2023	
	£	£	£	£
Stage Shows and Cinema				
Turnover	1,268,421		1,156,907	
Paid to performers/promoters and for films	904,220		819,730	
		364,201		337,177
Refreshments				
Turnover	68,138		61,878	
Cost of sales	26,401		25,540	
		41,737		36,338
Bar				
Turnover	68,333		60,629	
Cost of sales	27,505		24,084	
		40,828		36,545
Net takings from theatre		446,766		410,060
Miscellaneous sales and advertising		170,821		151,161
Rent		3,143		2,940
Donations, gifts, and grants		11,681		12,049
Interest receivable		13,329		9,582
		645,740		585,792
Administrative Expenses				
Salaries	211,658		201,976	
Contractors	12,170		12,286	
Light and heat	35,303		37,900	
Rates and water	2,292		2,071	
Repairs and maintenance	12,793		32,658	
Insurance	16,285		15,562	
Cleaning and toiletries	21,144		19,799	
Motor and travel	1,274		1,793	
Security	22,490		20,580	
Telephone	5,111		2,795	
Equipment hires and replacement	15,390		2,948	
Printing, postage stationery and computer	32,477		18,659	
Performing Rights Society (net)	739		1,118	
Advertising	40,319		42,704	
Audit fees	14,520		13,548	
Professional Advice	680		200	
Bank charges	626		1,168	
Depreciation	56,931		69,135	
Transaction & Online Charges	46,729		41,534	
Membership expenses	250		250	
Sundry expenses	5,429		6,839	
Irrecoverable VAT	21,796		21,386	
		576,406		566,907
Surplus/ Loss for year		69,334		18,885

FRIENDS OF THE TIVOLI

England & Wales - Charity number 1053930

Accounts

Company number: 3001139
Charity number: 1053930

FRIENDS OF THE TIVOLI
REPORT AND AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2023

FRIENDS OF THE TIVOLI

CONTENTS

	Page
Annual Report of the Trustees	1-7
Independent Auditors Report	8-10
Statement of Financial Activities	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the Accounts	14-23
Non-Statutory Information – For the Trustees only	
Detailed Income and Expenditure Account	24
Consolidated Detailed Income and Expenditure Account	25

FRIENDS OF THE TIVOLI

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

The Trustees are pleased to present their report together with the financial statements of the charity for the year ending 31st December 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Number 1053930

Company Number 3001139

Principal Office 19 -23 West Borough, Wimborne, Dorset, BH21 1LT.

Auditors	Francis Clark LLP	Towngate House, 2 – 8 Parkstone Road, Poole, Dorset BH15 2PW
Bankers	Barclays Bank PLC	
Solicitors	Harold G Walker	30, West Borough, Wimborne Dorset, BH21 1NF

Directors and Trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout the report are collectively referred to as the trustees.

The Trustees who served during the year and since the year end were as follows:

Alan Breakwell (Chairman)
Anita June Cole (re-appointed 30th October 2023)
Robin Cook
Andrew Watkins (co-opted 6th June 2023)

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Friends of the Tivoli is a company limited by guarantee governed by its Memorandum and Articles of Association dated 17th December 1994 and amended on the 6th October 1997, 28th September 2004 and the 30th October 2023. It is registered as a charity with the Charity Commission. The company has currently over 70 members who undertake to contribute such amount as may be required (not exceeding £10) to the company's assets if it should be wound up, for payment of the company's debts and liabilities.

Appointment of Trustees

As set out in the Articles of Association the trustees retire by rotation and are elected by the members attending the annual general meeting (AGM). Members may also nominate trustees for election at the AGM. Trustees can co-opt members during the year and seek confirmation at the AGM. When considering co-option regard is given to a balance of skills to ensure that the trustees have as wide a knowledge base as possible.

Trustee Induction and Training

Any new Trustee will undergo an induction where they will be briefed on their legal obligations under Charity and Company law, the Charity Commission guidance on public benefit, the content of the Memorandum and Articles of Association, previous Trustees' minutes, the Way Ahead document and the Budget and recent financial performance of the Charity. They will also meet the General Manager and the other employees and have a tour of the facility. Trustees can attend appropriate training events where these will benefit in carrying out their role.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2023

Organisation

The Board of Trustees consisting of not less than three members and a maximum of seven administer the charity and its trading subsidiary. The board hold meetings to cover development, finance, and all aspects of the charity. A General Manager, Charlie North Lewis, is appointed by the Trustees to manage the day-to-day operations of the charity. In addition, there is a Building Services Manager, a Production Manager, a Finance Administrator (self-employed), an Office Administrator, a Box Office Administrator, Lighting Technician, Sound Technician and Front of House Manager all who are salaried employees/self-employed with the Projectionists, and Technical Crew being paid a film/show fee.

The Charity relies heavily on volunteers to perform many tasks for example duty manager, front of house, box office, office, and financial administration, operating the bar and café, and day to day maintenance. It is estimated that in a normal year volunteers provide approximately 21,000 hours and at appropriate rates of pay this is equal to £220,000.

Related parties

The charity's wholly owned trading subsidiary, Tivmanco Limited, was established to operate the theatre, bar and refreshments and gift aids the surplus for the year to the charity. To comply with FRS102 update bulletin 2 relating to gift aid of surpluses, from 2018 onwards the surplus for the year will be reflected in the accounts in the year when the surplus is paid over. The 2019 surplus was retained by Tivmanco Limited, and tax was paid leaving the balance to meet the shortfall in 2020 arising from the pandemic. The balance remaining from 2020 was used to meet the shortfall in 2021. The 2022 surplus was paid over in 2023.

Pay Policy

The directors who are the Trust's trustees give of their time freely and receive no remuneration and details of any Trustees' expenses are disclosed in note 6 to the accounts.

It has been normal practise to review salary levels on an annual basis. One of the conditions of the Arts Council Grant awarded in 2021 was that there should be no pay review for at least 18 months following receipt of the grant approval. There was no review in 2022 and a review was undertaken in March 2023. The factors considered as part of the review - the impact of the cost-of-living crisis, minimum pay legislation and differentials coupled with the ability of the theatre to pay. Trustees have also reviewed the theatre's performance at the end of a financial year and if the budget surplus is above a level determined annually by Trustees, then office staff/managers have received a thank you/bonus for contributing to the success of the theatre. This will be considered when reviewing the 2024 performance. There has been a change in financial administration with the new member of staff being self-employed and a number of the technical crew are now on a zero-hour contract. The pay levels for the senior staff were set on similar posts elsewhere, local market rates and importantly what the theatre could afford.

Risk Management

The Trustees are aware of the risks the business faces and through the board meetings review progress to ensure that any risks are minimised. The General Manager and his team concentrate on the non-financial risks arising from fire, health and safety of artists and audience and other risks that are identified on an on-going basis and from the annual review by the Insurance Company. The Child Protection Policy is in line with the procedures of the local authority.

A risk management strategy has been adopted to cover an annual review of the risks the charity may face, the establishment of systems and procedures to manage the risks identified in the plan, and the implementation of procedures designed to minimise any potential impact should any risk materialise. The risk register is reviewed on an annual basis. A key element in the management of financial risk is the setting of a reserves policy and its regular review by the Trustees.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2023

OBJECTIVES OF THE CHARITY

The main objective for which the Charity is established is to promote, restore, maintain, improve, and advance public education in the performing arts by the promotion and production of theatrical plays and the encouragement of the arts including film, shows, drama, mime, dance, singing and music for the benefit of the community. The Charity has a general aim of contributing to the quality of life of the people of East Dorset and the wider area by providing, on a regular basis, accessible professional and community arts events.

PRINCIPAL ACTIVITIES ACHIEVEMENTS AND PERFORMANCE

2023 was the continuation of the recovery started in 2022 after 2020 and 2021 had been severely affected by the pandemic. There is still a long way to go, especially for cinema with the numbers falling below the 2022 level. There are signs that 2024 will be an improvement and hopefully that will be the start of Wimborne films and increased attendances. The show's numbers were excellent and at the end to the year the pantomime Cinderella broke all records.

Attendance	2019	2020	2021	2022	2023
Cinema/Satellite	25,845	7,758	4,276	12,559	10,449
Shows	52,414	14,195	21,827	48,288	54,389
Total	78,259	21,953	26,103	60,847	64,838

There were 41 different films shown with an average attendance of 65 (92 in 2022). 16 of the films exceeded the average accounting for over 75% of the audience with the remaining 25 films averaging 30 per performance. The most popular films were The Great Escaper, Allelujah, Barbie, Banshees of Inisherin, and Oppenheimer. There was 5 (1 in 2022) screening by satellite which attracted an average attendance of 68 (90 in 2022).

It has been a busy and successful year for live theatre with 140 different events taking place. The Tivoli programme gives a wide range of opportunities with the theatre able to provide quality shows with a balanced programme to suit all tastes covering jazz, comedy, ballet, drama, musicals, tribute bands, celebrity guests, factual programmes, original artists and, over Christmas and New Year a pantomime. Many of the annual favourites returned and a number of artists were appearing for the first time as the Tivoli's reputation continues to spread. Made to Measure pantomime production of Cinderella was the most successful ever breaking all records and attracting an audience of just under 11,500 for the whole run. The reviews were excellent, and the year ended on a high.

The Trustees are appreciative of the way the General Manager and his team have operated in these challenging times and the way that the public has continued to support the theatre during these difficult financial times. The Tivoli reputation continues to grow in the theatre world and the General Manager takes every opportunity to enhance that reputation with the future programming.

What has continued throughout the year has been the on-going maintenance of the listed building. Works were carried out to meet requirements of the new insurer's, health and safety and fire safety checks as well as regular day to day maintenance challenges of a listed building. Improvements were carried out to the kitchen in the café whilst providing additional storage backstage.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2023

Inside the auditorium the free-standing follow spots were replaced by a digital solution along with improvements to the lighting bar which was the first of a number of improvements to the visitor experience which Trustees are considering when resources allow.

Decisions were taken during the year to change the IT supplier and a full review of the IT requirements for now and in the future has been undertaken with the work being completed during 2024. Secondly a new web site is being developed which went live in May 2024. Finally the Articles of Association were reviewed updated and approved at an extraordinary general meeting at the end of October.

The Trustees have given due regard to public benefit when planning the charity's activities in accordance with the Charity Commission's General Guidance on Public Benefit. The paragraphs above set out the activities, achievements, and performance during the year, which are directly related to the objects and purposes for which the charity exists and are fully compliant with the Charity Commission Principles on Public Benefit.

FINANCIAL REVIEW

Trustees continued to monitor the budget throughout the year on a quarterly basis following the practice introduced in 2021 of reviewing the figures in line with the Arts Council headings leading to the merging of Tivmanco and FOTT to give a composite budget rather than two separate ones. It is a clearer process and provides the total picture of activity for the theatre.

Tivmanco the wholly owned trading subsidiary had a turnover approaching one and half million pounds an increase of just under £200,000 from the previous year. 80% of the turnover came from stage shows and cinema, 8.5% from the bar and refreshments and the balance from miscellaneous sales, advertising, and donations.

The 2023 surplus of £111,809 was a reduction of £3,300 compared with the 2022 surplus of £115,101. Whilst the net turnover increased by £68,000 expenditure increased by over £71,000 through increased wage/salary costs, utility costs, additional security at live shows, advertising, internal maintenance, and banking charges. Overall, this was an excellent result which was helped by the pantomime at the end of the year. The surplus of £111,809 from the trading arm Tivmanco for 2023 will be covenanted to the charity in 2024.

This is not the complete financial picture as the charity is responsible for the external maintenance, insurance, business rates, water/sewerage rates, and other expenses of the buildings as well as receiving income from donations, membership, and fundraising. In 2023 the charity received £151,347 covenanted from Tivmanco relating to the 2022 surplus and a balance in hand. This enabled the charity to have a surplus for the year of £58,422 after taking into account the following increased expenditure on external maintenance, audit fees, depreciation offset by additional investment income.

The Trustees have always supported the General Manager in moving the theatre forward whilst ensuring that any increased financial commitment is planned and only implemented when it is financially prudent to do so. Strong financial management will continue to be exercised minimizing risk wherever possible so that the challenges facing the Tivoli are managed in a measured way.

The Trustees have used the Way Ahead document to carry out annually a thorough review of the needs of the theatre and agree their spending plans for the forthcoming year. The Trustees remain prudent and reviewed the document during the summer of 2023 bringing it up to date to ensure that it was relevant for world we now live in.

The Trustees would like to take this opportunity of thanking all the staff, and volunteers for their commitment during 2023 which was another difficult and challenging year.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2023

Investment Policy

The Trustees have regard to the liquidity requirements of operating the theatre and kept available funds as cash and placed them on deposit at the best rate obtainable. The theatre has no permanent endowment or annual financial support and relies on income from the customers visiting the theatre to meet the costs of running the theatre. Due to the nature of the business income is not invested for the long term.

Reserves Policy

The Charity aims to maintain unrestricted funds, the free reserves of the charity, at a level sufficient to ensure that all unrestricted expenditure outstanding at any one time can be met. Unrestricted funds were maintained at this level throughout the year. Great care is taken to ensure that no expenditure is incurred unless it can be afforded. Enhancements or improvements will not be approved unless the Trustees are satisfied that the need has been justified and the funds are there to meet that expenditure.

The Trustees review their policy annually and at the start of the year the minimum level of reserves which was set pre COVID was based on 60% of the estimated fixed costs in the following financial year which would continue to be paid if the theatre were closed for a 6-month period and that figure was £145,000. Trustees when reviewing the policy considered three options – the existing method, a figure based on 8 weeks turnover or taking a risk-based approach. It was agreed to move forward with the risk-based approach which would continue to be reviewed annually and the figure would change as each risk was reassessed. A number of factors were considered – downturn in income, increases in expenditure linked to downturn in income, one off costs, shortfall on FOTT and cash flow. The new figure is £173,070. Trustees will continue to fund equipment purchases from surplus reserve funds rather than establish a Designated Reserve for equipment replacement. The position will continue to be monitored. Any surplus reserve funds are available for maintaining, improving, and enhancing the theatre.

On the 1st January 2023 £320,862 of general unrestricted funds was available and during the course of the year £50,487 (£104,307 in 2022) was met from the general funds for the digital spot lights and lighting bar and a final invoice for the roof works. After taking into account the surplus for the year and the change in the reserves policy the amount of general unrestricted funds available at the 31st December 2023 was £369,862. This figure will be increased during 2024 when the surplus from Tivmanco Ltd in 2023 is covenanted to the Friends of the Tivoli. There is further work to be completed on the walkway connected with the roof which will be met from the unrestricted funds.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2023

PLANS FOR FUTURE PERIODS

“The Way Ahead – Review of the Tivoli Theatre” is an in depth look at all aspects of the theatre covering Governance (constitution, trustees, volunteers, and friends of the Tivoli) Budgetary/Financial Reporting (budget, monitoring, reporting, balances, and accounting records) Employees, Theatre and Buildings. It is a flexible document which has been updated in 2023 to reflect and meet the challenges from the changing times we live in.

Whilst the roof works were completed in 2022 there was still the need to strengthen the walkway under the roof and this work was completed in early 2024. A new web site which is relevant and meets the requirements of today’s audiences has been developed and went live from May 2024. Provision for a buggy shelter is a high priority and this will be provided during the early part of 2024. Moving forward the Manager and his team have been looking at areas of the theatre where improvements are required to enhance Health & Safety requirements, improve the visitor experience, as well as investigating whether grants are available to support the projects. Trustees will review the priorities for this work within the funds available and will agree a programme for the works covering the next 2/3 years.

Whilst an overall surplus was achieved in the last two years and 2024 has started well there are still challenging times ahead as the cost-of-living crisis continues to impact on costs as well as the ability of the audience to continue to support the theatre in these difficult times. The finances of the theatre are sound, and the Trustees will continue to maintain tight control through monitoring which will enable stability and moving forward on the projects referred to above.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2023.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of Friends of the Tivoli 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, 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 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 2019 FRS102.
- 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.
- 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 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.

A resolution to re-appoint Francis Clark LLP for the ensuing year will be proposed at the Annual General Meeting in accordance with Section 485 of the Companies Act 2006.

This report of the Trustees has been prepared in accordance with the small companies' regime under the Companies Act 2006.

Approved by the board of Trustees on 8 August 2024 and signed on their behalf by:

Alan Breakwell

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FRIENDS OF THE TIVOLI

OPINION

We have audited the financial statements of Friends of the Tivoli (the 'charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2023, which comprise the Group Statement of Financial Activities, Charitable Company and Group Balance Sheet and Charitable Company and Group Statement of Cash Flows, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the groups and charitable company affairs as at 31 December 2023 and of its results 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 OF 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 group 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT (CONTINUED)

OPINION 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 trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The trustees' annual report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the financial statements. 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.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Statement of responsibilities of trustees set out on page 7, the trustees 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 group and 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 charity or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S 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 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:

As part of our audit planning, we obtained an understanding of the legal and regulatory framework that is applicable to the Charity. We gained an understanding of the Charity and the sector in which the Charity operates as part of this assessment to identify the key laws and regulations affecting the Charity. As part of this, we reviewed the Charity's website for an indication of any regulations in place and discussed these with the relevant individuals responsible for compliance. The key regulations we identified were Charity legislation, employment law and health and safety regulations. 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 and Charities SORP - FRS 102.

We discussed with management how the compliance with these laws and regulations is monitored and discussed policies and procedures in place. We also identified the individuals who have responsibility for ensuring that the Charity complies with laws and regulations and deals with reporting any issues if they arise.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

As part of our planning procedures, we assessed the risk of any non-compliance with laws and regulations on the Charity's ability to continue trading and the risk of material misstatement to the accounts.

As part of our planning procedures, we assessed the risk of any non-compliance with laws and regulations on the Charity's ability to continue trading and the risk of material misstatement to the accounts.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved the following:

- Enquiries of management and trustees regarding their knowledge of any non-compliance with laws and regulations that could affect the financial statements. As part of these enquiries, we also discussed with management whether there have been any known instances, allegations or suspicions of fraud.
- Reviewed filings with the Charity Commission and whether there were any serious incident reports made during the year.
- Discussed with management if any health and safety incidents have been recorded during the year.
- Reviewed legal and professional costs to identify any possible non-compliance.
- Reviewed Board minutes.
- Audited the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness.
- Reviewed estimates and judgements made in the accounts for any indication of bias.

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 auditor's report.

USE OF OUR REPORT

This report is made solely to the group and charitable company's trustees, 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 group and charitable company'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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Adrian Way FCA (Senior Statutory Auditor)
For and on behalf of Francis Clark LLP,
Chartered Accountants and Statutory Auditor

Towngate House
2-8 Parkstone Road
Poole
Dorset
BH15 2PW

Date: 4 September 2024

FRIENDS OF THE TIVOLI

GROUP STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

For the Year Ended 31st December 2023

INCOME AND ENDOWMENTS	Note	Unrestricted Funds	Restricted Funds	Total Funds	
		2023 £	2023 £	2023 £	2022 £
Income and endowments from					
Donations and legacies	2	12,049	-	12,049	14,949
Other trading activities					
Fundraising	2	-	-	-	205
Commercial trading operations	3	1,433,516	-	1,433,516	1,236,980
Investment Income	2	9,582	-	9,582	2,772
Total income and endowments		1,455,147	-	1,455,147	1,254,906
RESOURCES EXPENDED					
Raising funds					
Cost of generating voluntary income	4	250	-	250	250
Fundraising trading	4	-	-	-	-
Charitable activities					
Other expenditure	4	114,305	-	114,305	96,684
Commercial trading operations	3	1,321,707	-	1,321,707	1,121,879
Total expenditure		1,436,262	-	1,436,262	1,218,813
Net incoming resources before transfers		18,885	-	18,885	36,093
Gross transfer between funds	14&15	-	-	-	-
Net movement in funds for the year		18,885	-	18,885	36,093
Reconciliation of funds					
Total funds brought forward		1,343,409	-	1,343,409	1,307,316
Total funds carried forward		1,362,294	-	1,362,294	1,343,409

All the charity's activities derive from continuing operations during the above periods.

The notes on pages 14 to 23 form part of these accounts.

FRIENDS OF THE TIVOLI AND GROUP

BALANCE SHEET
At 31st December 2023

		Group		Charity	
	Note	2023	2022	2023	2022
		£	£	£	£
Fixed Assets					
Tangible Assets	7	707,552	726,200	707,552	726,200
Investment in Subsidiary	9	-	-	1	1
		707,552	726,200	707,553	726,201
Current Assets					
Stocks	10	5,215	4,343	-	-
Debtors	11	9,307	14,171	25,052	46,775
Cash at Bank and in Hand		1,178,992	1,085,557	524,407	435,741
		1,193,514	1,104,071	549,459	482,516
Creditors					
Amounts falling due within one year	12	538,772	486,862	6,528	16,655
Net Current Assets		654,742	617,209	542,931	465,861
Net Assets		1,362,294	1,343,409	1,250,484	1,192,062
Funds of The Charity					
Restricted	14	-	-	-	-
Unrestricted:					
General Charitable Funds	15	1,362,294	1,343,409	1,250,484	1,192,062
Total Charity Funds		1,362,294	1,343,409	1,250,484	1,192,062

The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the board of Trustees on 8 August 2024 and signed on its behalf by:

Alan Breakwell
Trustee (Director)

The notes on pages 14 to 23 form part of these accounts.

FRIENDS OF THE TIVOLI

Statement of Cash Flows and Consolidated Statement of Cash Flows

For year ended 31st December 2023

		Group		Charity	
	Note	2023 £	2022 £	2023 £	2022 £
Cash used in operating activities	17	134,340	259,486	129,571	98,103
Cash flows from investing activities					
Interest Income	2	9,582	2,772	9,582	2,772
Purchase of fixed assets	7	(50,487)	(104,307)	(50,487)	(104,307)
Cash used in investing activities		(40,905)	(101,535)	(40,905)	(101,535)
Increase(decrease) in cash and cash equivalents in the year		93,435	157,951	88,666	(3,432)
Cash and cash equivalents at the beginning of the year		1,085,557	927,606	435,741	439,174
Total cash and cash equivalents at the 31st December 2023		1,178,992	1,085,557	524,407	435,741

The notes on pages 14 to 23 form part of these accounts.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS For the Year Ended 31st December 2023

1. Accounting Policies

(a) Basis of accounting

Friends of the Tivoli is a registered charity, registration number 1053930, Company number 3001139, registered in the United Kingdom. The address of the charity is given in the reference and administrative details on page 1 of these financial statements. The nature of the charity's operations and principal activities are described in the Trustees annual report set out on pages 1 - 7.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiary undertakings drawn up to 31 December 2023.

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made a surplus for the financial year of £58,422 (2022 – deficit of £79,008).

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

The purchase method of accounting is used to account for business combinations that result in the acquisition of subsidiaries by the group. The cost of a business combination is measured as the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the business combination. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Any excess of the cost of the business combination over the acquirer's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities recognised is recorded as goodwill.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS For the Year Ended 31st December 2023

Intra-group losses are also eliminated but may indicate an impairment that requires recognition in the consolidated financial statements.

Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group. Non-controlling interests in the net assets of consolidated subsidiaries are identified separately from the group's equity therein. Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling shareholder's share of changes in equity since the date of the combination. Total comprehensive income is attributed to non-controlling interests even if this results in the non-controlling interests having a deficit balance.

(c) Incoming resources

All incoming resources becoming available to the charity during the year are recognised in the Statement of Financial Activities. Grants and donations for specific purposes are accounted for as restricted income. Ticket sales, rental income from letting of the Tivoli theatre and bar and refreshment sales are recognised in the year the event took place. Income is stated gross of related expenditure but where appropriate net of VAT.

(d) Resources expended.

Expenditure is recognised when it is incurred and is reported gross of related income. It is recognised on an accruals basis and allocated to the appropriate headings in the financial statements.

(e) Government Grants

A grant that becomes receivable as compensation for expenses already incurred will be recognised in the profit and loss in the same period in which the related expense is incurred.

(f) Tangible fixed assets

Individual fixed assets costing £1,000 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

(g) Depreciation

Depreciation is provided on all tangible fixed assets in use, at rates and bases calculated to write off the cost or valuation less estimated residual value, of each asset over its expected useful life, on a straight-line basis, as follows: -

Freehold Improvements – 3.3% and 12.5%,

Electrical and Stage Equipment – 12.5%

Furniture and Other Equipment – 12.5%.

(h) Stock

Stock is recorded at the lower of cost and net realisable value after due regard for obsolete and slow-moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

(i) Trade Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

(j) Cash and cash equivalents.

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

(k) Trade Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

(l) Operating Leases

Rental chargeable under operating leases are charged in the profit and loss account on a straight-line basis over the lease term.

(m) Funds

Restricted Funds are recognised when a restriction is placed upon incoming resources. Note 14 analyses the restricted funds in more detail.

Designated funds are unrestricted funds where the resources are set aside for specific purposes at the discretion of the trustees.

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the Charity.

(n) Going Concern

The financial statements have been prepared on a going concern basis. As explained in the trustee report the board have considered the impact on the charity's operations and finances in the short to medium term from the uncertainty relating to the coronavirus pandemic and the cost-of-living crisis. In the opinion of the board, with proactively managing cash-flow the charity has sufficient working capital to continue to meet its financial obligations and pay its liabilities as they fall due for the foreseeable future and therefore the financial statements have been prepared on a going concern basis. The board have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure will be sufficient with the level of reserves held for the charity to be able to continue as a going concern.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

2. Income and endowments

	2023 £ Unrestricted	2023 £ Restricted	2022 £ Total
Donations and legacies			
Donations & Grants	9,475	-	11,438
Membership	1,568	-	1,196
Appeal	1,006	-	2,315
	12,049	-	14,949
Other trading activities			
Fundraising	-	-	205
Investment Income			
Building Society Interest	3,983	-	1,480
Bank Interest	864	-	23
COIF Charity Deposit Fund Interest	4,735	-	1,269
	9,582	-	2,772

Voluntary income of £14,949 in the prior year was attributable to unrestricted funds.

Other trading activities income of £205 in the prior year was attributable to unrestricted funds.

Investment income of £2,772 in the prior year was attributable to unrestricted funds.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

3. Commercial trading operations

The Charity has a wholly owned non-charitable trading subsidiary, Tivmanco Limited which is incorporated in the UK. Its issued share capital of £1 is owned by the Charity and held primarily for the purpose of furthering the Charity's Objects. Tivmanco Limited is responsible for the operation of the Tivoli Theatre. Tivmanco Limited covenants its taxable profit to Friends of the Tivoli. A summary of its trading results is shown below. The subsidiary's financial statements have been consolidated with those of the Friends of the Tivoli in the group accounts presented here.

	2023 £ Unrestricted	2022 £ Unrestricted
Profit and Loss Account		
Turnover	1,433,516	1,236,980
Cost of sales	869,354	740,810
Gross profit	564,162	496,170
Administrative expenses	452,353	381,070
Trading profit	111,809	115,100
Other operating income	0	0
Profit before taxation	111,809	115,100
Taxation	0	0
Net profit	111,809	115,100
Amount b/f from subsidiary	151,347	36,247
Amount gift aided to Friends of the Tivoli	151,347	-
Retained in subsidiary	111,809	151,347

A summary of the financial activities undertaken by the charity is set out below:

	2023 £	2022 £
Gross incoming resources	172,979	17,926
Expenditure on charitable activities	(108,785)	(93,524)
Fundraising costs	(250)	(250)
Governance and investment management costs	(5,522)	(3,180)
Net incoming resources	58,422	(79,008)
Total funds brought forward	1,192,062	1,271,070
Total funds carried forward	1,250,484	1,192,062
Represented by:		
Restricted income funds	-	-
Unrestricted income funds	1,250,484	1,192,062
	1,250,484	1,192,062

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

4. Expenditure

	2023 £ Unrestricted	2023 £ Restricted	2022 £ Total
Cost of generating voluntary income			
Membership expenses	250	-	250
Fundraising trading costs			
Fundraising activities	-	-	-
Investment management costs			
Bank Charges	-	-	-
Charitable activities			
Theatre and Cinema costs			
Establishment expenses	39,648	-	26,565
Depreciation	69,135	-	66,939
Governance costs			
Audit Fee	5,522	-	3,180
Trustees Indemnity Insurance	-	-	-
	114,305	-	96,684

Trustees Indemnity Insurance is covered but following a change in Insurance Company there is now a combined policy, and the individual cost cannot be identified.

All expenditure in the previous year was attributable to unrestricted funds.

5. Staff costs

	2023 £	2022 £
Group		
Gross salaries including Show Fees	183,260	176,411
National insurance	8,799	8,380
Pension	4,917	4,935
The weekly average number of employees during the year for the Group was as follows	9	9
No employee earned more than £60,000.		

6. Net income

	2023 £	2022 £
This is stated after charging:		
Staff costs (see note 5)	196,976	189,726
Auditors' remuneration: Charitable company	5,522	3,180
Trading subsidiary	8,026	3,590
Depreciation	69,135	66,939

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

Trustees' remuneration and expenses

The Trustees (directors) received no remuneration or any other benefit from the charity (2022: nil) and no reimbursed expenses (2022: nil).

Funds belonging to the Charity have been used in the purchase of insurance to protect the Charity from loss arising from the neglect or defaults of its trustees, employees or agents and indemnify the trustees against the consequences of any neglect or default on their part.

7. Tangible fixed assets

	Freehold Improvements	Electrical and Stage Equipment	Furniture and other Equipment	Total
Cost or valuation:				
1st January 2023	926,643	477,990	75,805	1,480,438
Additions	298	50,189	-	50,487
Disposal of Asset				
31st December 2023	926,941	528,179	75,805	1,530,925
Depreciation:				
1st January 2023	289,198	398,076	66,964	754,238
Provision for year	32,677	34,218	2,240	69,135
Disposal of Asset				
31st December 2023	321,875	432,294	69,204	823,373
Net book values:				
31st December 2023	605,066	95,885	6,601	707,552
31st December 2022	637,445	79,914	8,841	726,200

8. Freehold Property

In 2004 the freehold of the Tivoli Theatre (19/23 West Borough) was acquired from the Dorset County Council and 25/27 West Borough from the East Dorset District Council, previously both properties had been leased on peppercorn rents. If the buildings ceased to operate for theatre activities, then the properties would return to the local authority Dorset Council.

9. Investments

	2023 £	2022 £
Investments in subsidiaries:		
Shares at cost	<u>1</u>	<u>1</u>

The Company holds 100% of the ordinary share capital of Tivmanco Limited which is a company registered in England (company number 03237197), undertaking trading activities associated with operating the Tivoli Theatre.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

10. Stocks

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Goods for resale	5,215	4,343	-	-

11. Debtors

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	371	219	-	-
Amounts owed by group undertakings	-	-	24,124	43,484
Other Debtors	-	-	-	-
Prepayments and accrued income	8,936	13,952	928	3,291
Corporation Tax	9,307	14,171	25,052	46,775

12. Creditors falling due within one year.

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade creditors	40,998	39,435	30	10,459
Amounts owed to group undertakings	-	-	-	-
Other taxes and social security costs	-	-	-	-
Accruals and deferred income	497,774	447,427	6,498	6,196
	538,772	486,862	6,528	16,655

13. Commitments

Operating Lease Commitments

As at 31st December 2023 the group had total commitments under non – cancellable operating leases as follows:

Operating Leases which expire:	2023	2022
	£	£
Within one year	5,849	4,590
Within two and five years	1,025	2,190
	6,874	6,780

Contingencies

The total amount of contingencies not included in the balance sheet is £12,400 (2022 - £14,050).

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

14. Restricted Funds

When works are completed, the related restricted funds are released in that year. The appropriate adjustment is made between restricted and unrestricted funds. There were no restricted funds in 2023.

15. Unrestricted Funds

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
At 1st January 2023	1,343,409	1,307,316	1,192,062	1,271,070
Surplus for the year	18,885	36,093	58,422	(79,008)
Transfer between funds			-	-
At 31st December 2023	<u>1,362,294</u>	<u>1,343,409</u>	<u>1,250,484</u>	<u>1,192,062</u>
Fixed Asset Reserve	707,552	726,200	707,552	726,200
Designated Reserve	173,070	145,000	173,070	145,000
General Reserve	<u>481,672</u>	<u>472,209</u>	<u>369,862</u>	<u>320,862</u>
	<u>1,362,294</u>	<u>1,343,409</u>	<u>1,250,484</u>	<u>1,192,062</u>

16. Analysis of Group Net Assets between Funds

	General Fund	Designated Funds	2023 Total	2022 Total
	£	£	£	£
Tangible Fixed Assets		707,552	707,552	726,200
Cash at Bank and in Hand	1,005,922	173,070	1,178,992	1,085,557
Other net current assets/liabilities	(524,250)		(524,250)	(468,348)
TOTAL	481,672	880,672	1,362,294	1,343,409

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2023

17. Reconciliation of Net Movement in Funds to Net Cash Flow from Operating Activities

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Net movement in funds	18,885	36,093	58,422	(79,008)
Add depreciation charge	69,135	66,939	69,135	66,939
Add Subsidiary surplus			-	-
Deduct Interest Income	(9,582)	(2,772)	(9,582)	(2,772)
Decrease/Increase in Stock	(872)	240		
Decrease/Increase in Debtors	4,864	29,561	21,723	101,584
Decrease/Increase in Creditors	51,910	129,425	(10,127)	11,360
Total	134,340	259,486	129,571	98,103

18. Related Parties

The Charity's wholly owned non-charitable trading subsidiary, Tivmanco Limited, also has its registered office at 19-23 West Borough, Wimborne, Dorset. A gift aid donation of £111.809 will be paid during 2024 (2022: £151,347 – paid during 2023) to the Friends of the Tivoli from Tivmanco Limited. At the balance sheet date £24,124 was owed by Tivmanco Limited (2022: £43,484 being the balance on the inter-company loan account through which relevant expenses and income are transferred to the charitable company).

19. Contingent Asset

During 2021 a contribution of £6,096 was made to the owner of Kings House. Should the property be sold within 5 years a clawback clause applies and funds will be returned to Friends of the Tivoli in these circumstances.

FRIENDS OF THE TIVOLI

CHARITY DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2023

	2023		2022	
	£	£	£	£
Income				
Donations and fundraising		12,049		15,153
Covenant Tivmanco		151,347		-
Interest		9,582		2,772
		172,978		17,925
Administrative Expenses				
Fundraising Activities	-		-	
Membership Activities	250		250	
Rates and Water	2,071		1,857	
Insurances	15,562		14,437	
Audit fees	5,522		3,180	
Repairs and maintenance	18,762		9,057	
Irrecoverable VAT	3,016		1,175	
Depreciation	69,135		66,939	
Professional Fees	200		-	
Miscellaneous Expenses	38	114,556	38	96,933
Net Income for the year		58,422		(79,008)

FRIENDS OF THE TIVOLI
CONSOLIDATED DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2023

	2023		2022	
	£	£	£	£
Stage Shows and Cinema				
Turnover	1,156,907		1,012,973	
Paid to performers/promoters and for films	819,730		702,359	
		337,177		310,614
Refreshments				
Turnover	61,878		53,341	
Cost of sales	25,540		19,402	
		36,338		33,939
Bar				
Turnover	60,629		49,505	
Cost of sales	24,084		19,049	
		36,545		30,456
Net takings from theatre		410,060		375,009
Miscellaneous sales and advertising		151,161		120,291
Rent		2,940		830
Donations, gifts, and grants		12,049		15,153
Interest receivable		9,582		2,812
		585,792		514,095
Administrative Expenses				
Salaries	201,976		194,727	
Contractors	12,286		2,670	
Light and heat	37,900		28,018	
Rates and water	2,071		1,857	
Repairs and maintenance	32,658		15,330	
Insurance	15,562		14,437	
Cleaning and toiletries	19,799		17,624	
Motor and travel	1,793		804	
Security	20,580		12,053	
Telephone	2,795		2,469	
Equipment hires and replacement	2,948		2,875	
Printing, postage stationery and computer	18,659		19,456	
Performing Rights Society (net)	1,118		1,272	
Advertising	42,704		39,388	
Audit fees	13,548		6,770	
Professional Advice	200		523	
Bank charges	1,168		1,181	
Depreciation	69,135		66,939	
Transaction & Online Charges	41,534		31,567	
Membership expenses	250		250	
Sundry expenses	6,839		3,171	
Irrecoverable VAT	21,386		14,622	
Corporation tax	-		-	
		566,907		478,002
Surplus/ Loss for year		18,885		36,093

FRIENDS OF THE TIVOLI

England & Wales - Charity number 1053930

Accounts

Company number: 3001139
Charity number: 1053930

FRIENDS OF THE TIVOLI
REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2021

FRIENDS OF THE TIVOLI

CONTENTS

	Page
Annual Report of the Trustees	1-7
Independent Examiner's Report	8
Statement of Financial Activities	9
Balance Sheet	10
Statement of Cash Flows	11
Notes to the Accounts	12-20
Non-Statutory Information – For the Trustees only	
Detailed Income and Expenditure Account	21
Consolidated Detailed Income and Expenditure Account	22

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST DECEMBER 2021

The Trustees are pleased to present their report together with the financial statements of the charity for the year ending 31st December 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Number 1053930

Company Number 3001139

Principal Office 19 -23 West Borough, Wimborne, Dorset, BH21 1LT.

Independent Examiner	Francis Clark LLP	Towngate House, 2 – 8 Parkstone Road, Poole, Dorset BH15 2PW
Bankers	Barclays Bank PLC	
Solicitors	Harold G Walker	30, West Borough, Wimborne Dorset, BH21 1NF

Directors and Trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout the report are collectively referred to as the trustees.

The Trustees who served during the year and since the year end were as follows:

Andrew Francis Barnes (reappointed 25th January 2021) (deceased 7th June 2021)

Alan Breakwell (Chairman)

Anita June Cole

Robin Cook (reappointed 6th December 2021)

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Friends of the Tivoli is a company limited by guarantee governed by its Memorandum and Articles of Association dated 17th December 1994 and amended on the 6th October 1997 and the 28th September 2004. It is registered as a charity with the Charity Commission. The company has currently over 100 members who undertake to contribute such amount as may be required (not exceeding £1) to the company's assets if it should be wound up, for payment of the company's debts and liabilities.

Appointment of Trustees

As set out in the Articles of Association the trustees retire by rotation and are elected by the members attending the annual general meeting (AGM). Members may also nominate trustees for election at the AGM. Trustees can co-opt members during the year and seek confirmation at the AGM. When considering co-option regard is given to a balance of skills to ensure that the trustees have as wide a knowledge base as possible.

Trustee Induction and Training

Any new Trustee will undergo an induction where they will be briefed on their legal obligations under Charity and Company law, the Charity Commission guidance on public benefit, the content of the Memorandum and Articles of Association, previous Trustees' minutes, the Way Ahead document and the Budget and recent financial performance of the Charity. They will also meet the General Manager and the other employees and have a tour of the facility. Trustees can attend appropriate training events where these will benefit in carrying out their role.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2021

Organisation

The Board of Trustees consisting of not less than three members and no upper limit administer the charity and its trading subsidiary. The board hold meetings to cover development, finance, and all aspects of the charity. A General Manager, Charlie North Lewis, is appointed by the Trustees to manage the day-to-day operations of the charity. In addition, there is a Building Services Manager, a Technical Manager, a Finance Administrator, an Office Administrator, a Box Office Administrator, Lighting Technician, Sound Technician and Front of House Manager all who are salaried employees with the Projectionists, and Technical Crew being paid a film/show fee.

The Charity relies heavily on volunteers to perform many tasks for example duty manager, front of house, box office, office, and financial administration, operating the bar and café, and day to day maintenance. It is estimated that in a normal year volunteers provide approximately 21,000 hours and at appropriate rates of pay this is equal to £189,000.

Related parties

The charity's wholly owned trading subsidiary, Tivmanco Limited, was established to operate the theatre, bar and refreshments and gift aids the surplus for the year to the charity. To comply with FRS102 update bulletin 2 relating to gift aid of surpluses, from 2018 onwards the surplus for the year will be reflected in the accounts in the year when the surplus is paid over. The 2019 surplus was retained by Tivmanco Limited, and tax was paid leaving the balance to meet the shortfall in 2020 arising from the pandemic. The balance remaining from 2020 was used to meet the shortfall in 2021.

Pay Policy

The directors who are the Trust's trustees give of their time freely and receive no remuneration and details of any Trustees' expenses are disclosed in note 6 to the accounts.

The pay of the paid staff is normally reviewed annually at the time the annual budget is being considered. One of the conditions of the Arts Council Grant was that there should be no pay review for at least 18 months following receipt of the grant approval and the next review will be at the end of 2022. The factors considered are inflation, pay levels locally and most importantly the ability of the theatre to pay. Trustees also review at budget time the theatre's performance in the current year. If the projected budget surplus is above a level determined annually by Trustees, then office staff/managers receive a thank you/bonus for contributing to the success of the theatre and that is paid in the following financial year. There has been a change in the technical crew this year with one employee moving to a zero-hour contract. The pay levels for the senior staff were set on similar posts elsewhere, local market rates and importantly what the theatre could afford.

Risk Management

The Trustees are aware of the risks the business faces and through the board meetings review progress to ensure that any risks are minimised. The General Manager and his team concentrate on the non-financial risks arising from fire, health and safety of artists and audience and other risks that are identified on an on-going basis and from the annual review by the Insurance Company. The Child Protection Policy is in line with the procedures of the local authority.

A risk management strategy has been adopted to cover an annual review of the risks the charity may face, the establishment of systems and procedures to manage the risks identified in the plan, and the implementation of procedures designed to minimise any potential impact should any risk materialise. The risk register is reviewed on an annual basis. A key element in the management of financial risk is the setting of a reserves policy and its regular review by the Trustees.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2021

OBJECTIVES OF THE CHARITY

The main objective for which the Charity is established is to promote, restore, maintain, improve, and advance public education in the performing arts by the promotion and production of theatrical plays and the encouragement of the arts including film, shows, drama, mime, dance, singing and music for the benefit of the community. The Charity has a general aim of contributing to the quality of life of the people of East Dorset and the wider area by providing, on a regular basis, accessible professional and community arts events.

PRINCIPAL ACTIVITIES ACHIEVEMENTS AND PERFORMANCE

For the second year the Theatre has been severely affected by the pandemic and this has impacted on the attendance figures. The theatre remained closed until the 19th May 2021 and there was limited activity through June and July with social distancing measures in place. It was an improved picture from August onwards although several shows had to be moved and numbers attending were below the pre pandemic levels. The year finished on a high with the pantomime which this year completed its run.

Attendance	2017	2018	2019	2020	2021
Cinema/Satellite	20,607	27,698	25,845	7,758	4,276
Shows	57,012	55,786	52,414	14,195	21,827
Total	77,619	83,484	78,259	21,953	26,103

Attendance was down by two thirds compared with a normal year. There were only 16 different films shown with an average attendance of 42 (117 in 2020). 4 of the films exceeded the average which were The Last Bus. The Father, Nomadland and the James Bond film No Time to Die. There were 14 (5 in 2020) different screenings by satellite attracting an average attendance of 50 (128 in 2020) per showing. The most popular were concerts by Andre Rieu, Cliff Richard's Great 80's tour, Michael Ball & Alfie Boe and Mick Fleetwood and Friends.

In a normal year live theatre would have provided a wide range of opportunities with around 130 different events planned. This would have allowed the Tivoli to provide quality shows with a balanced programme to suit all tastes covering jazz, comedy, ballet, drama, musicals, tribute bands, celebrity guests, factual programmes, original artists and, over Christmas and New Year a pantomime. This year under 60 live events took place with Wimborne Drama producing Towards Zero in October, and Project Play performed Dad's Army in August. As part of the Arts Council grant application was a commitment to support local Dorset artists and Matt Black the Piano Man along with Dorset Blues Tom Waters and Hannah Robinson appeared at the Theatre. Made to Measure who produce the pantomime finished their December 2020/January 2021 run which had been cancelled due to lockdown in early June and their pantomime in 2021/22 was Sleeping Beauty which again was well received and ended the year on a high.

Like last year it has been a major task for the box office staff dealing with the cancelled/ rearranged shows some of which have been moved more than once and this year cancellations have continued to occur leading to several shows having to be rearranged. The Trustees are appreciative of the way the General Manager and his team have operated through this very difficult time and the support that has been received from the public and the theatre world. The Tivoli reputation continues to grow in the theatre world and the General Manager takes every opportunity to enhance that reputation with the future programming.

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2021

Works continued to maintain the building during the year and external painting to the frontage was undertaken. The communications backstage was updated, and this year saw the start of the roof repairs which has proven to be a challenge and a major piece of work. The contractor has been faced with the effects of Covid and the impact this has had on the supply of materials. Coupled with this was finding additional works were required when opening up the roof of the listed building which were not part of the original contract. The costs have risen significantly, and it is hoped that by the summer of 2022 the works will be complete. The Trustees are very pleased with the works carried out and the roof which has been an issue for a number of years will have been repaired and improved to protect the theatre for the future.

Reference was made in last year's report that in June 2020 an appeal was launched to help support the theatre during the pandemic and ensure it was able to re-open when it was safe to do so. The response was amazing, and this has continued throughout 2021 with the figure now standing at over £76,000 plus gift aid. The theatre is at the heart of the community and the response reflects how important the facility is to so many people. The Trustees are so grateful for all the contributions received whether it be by way of a donation, customers donating their cancelled show tickets to the appeal, crowdfunding by pupils of Blandford school who have performed at the theatre and corporate support. Thank you to everyone.

In January 2021 the Theatre made an application to the Arts Council for a grant from the Government's Cultural Recovery Fund which covered two elements support for the period April to July to help the Theatre return to operating and replenishing reserves. The Theatre was notified at the end of March they had been successful with £101,132 paid up front and the balance following an end of project report and the figures certified by the auditor. The total amount received was £121,869 and coupled with the Appeal has played a major part in maintaining the sustainability of the Theatre.

The Trustees have given due regard to public benefit when planning the charity's activities in accordance with the Charity Commission's General Guidance on Public Benefit. The paragraphs above set out the activities, achievements, and performance during the year, which are directly related to the objects and purposes for which the charity exists and are fully compliant with the Charity Commission Principles on Public Benefit.

FINANCIAL REVIEW

It had been the practise to monitor the budget through income from shows/cinema on a monthly basis and this had been a good guideline for managing the budget and the profitability. This has not been possible since the pandemic and a more detailed monthly analysis of income and expenditure has been undertaken resulting in a detailed profile having been built up over 2021 and continuing in 2022.

The other change in monitoring has been to change the way the budget is presented to be in line with the Arts Council headings which has meant mixing Tivmanco with FOTT to give a composite budget rather than two separate ones. It is a clearer process and provides the total picture of activity for the theatre.

The Trustees continued to ensure that all grants the theatre were eligible for have been received and the furlough scheme was used whilst at the same time ensuring that the running of the theatre was not compromised. An application was made to the Arts Council in January 2021 and as detailed above the application was successful and £121,869 was received.

In 2019 the year before the pandemic Tivmanco the wholly owned trading subsidiary had a turnover exceeding 1.3 million pounds in line with the 2019 level. In 2020 turnover was around £375,000 a drop of £925,000 (71%) and 2021 turnover increased to just over £542,000 and it is not expected to return to the 2019 levels until 2023.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2021

Last year 2020 for the first time the commercial trading operations had a deficit of £65,744 (£109,645 surplus in 2019) and this deficit was met from the retained surplus from 2019. In 2021 there is a shortfall of £7,655 which will be met from the retained surplus carried forward from 2020. There has been a beneficial turnaround between the two years of just over £56,000 which can be accounted for by the theatre being opened for longer periods of the year than 2020 and having a relatively successful autumn season.

This is not the complete financial picture as the charity is responsible for the external maintenance, insurance, business rates, water/sewerage rates, and other expenses of the buildings as well as receiving income from donations, membership, and fundraising. The charity benefited by the business rates changes, government support, Arts Council grant and income raised from the appeal. This resulted in a surplus and has left the charity in a sound position at the end of the financial year which will help it face the future. Without the Arts Council Grant and support from the Government and the support from the Community through the appeal the picture would have been totally different, and the reserves built up over the years through prudent management would have been heavily used. There are still big challenges ahead to return to the theatre to the 2019 levels against a background of increasing costs and customers facing a strain on their disposable income.

The Trustees have always supported the General Manager in moving the theatre forward whilst ensuring that any increased financial commitment is planned and only implemented when it is financially prudent to do so. Strong financial management will continue to be exercised minimizing risk wherever possible so that the challenges facing the Tivoli are managed in a measured way.

The Trustees have used the Way Ahead document to carry out annually a thorough review of the needs of the theatre and agree their spending plans for the forthcoming year. The Trustees remain prudent and will review this document during the summer of 2022 to ensure that it is still fit for purpose considering the world we now live in.

The Trustees would like to take this opportunity of thanking all the staff, and volunteers for their commitment during 2021 which was another difficult and challenging year.

Investment Policy

The Trustees have regard to the liquidity requirements of operating the theatre and kept available funds as cash and placed them on deposit at the best rate obtainable. The theatre has no permanent endowment or annual financial support and relies on income from the customers visiting the theatre to meet the costs of running the theatre. Due to the nature of the business income is not invested for the long term.

Reserves Policy

The Charity aims to maintain unrestricted funds, the free reserves of the charity, at a level sufficient to ensure that all unrestricted expenditure outstanding at any one time can be met. Unrestricted funds were maintained at this level throughout the year. Great care is taken to ensure that no expenditure is incurred unless it can be afforded. Enhancements or improvements will not be approved unless the Trustees are satisfied that the need has been justified and the funds are there to meet that expenditure.

The Trustees review their policy annually and have agreed that the minimum level of reserves should be based on 60% of the estimated fixed costs for the following financial year which would continue to be paid if the theatre were closed for a 6-month period. The appropriate figure is £145,000. A risk assessment has also been undertaken to assess what the level of reserves should be if a risk-based approach was used as the basis of calculation. It is reassuring that the review was in line with the current level of reserves. In the light of the events of the last two years and the impact this will have on future years a further review of the Reserves Policy will be undertaken. As part of the review the level required to provide an equipment replacement reserve will be considered by Trustees. Any surplus reserve funds are available for maintaining, improving, and enhancing the theatre.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2021

On the 1st January 2021 £402,894 of free unrestricted funds was available and during the course of the year £107,451 (£66,446 in 2020) was met from the unrestricted funds for roof works and backstage communications. After taking into account the surplus for the year the amount of free unrestricted funds available at the 31st December 2021 was £437,237. The only call currently on the balance is for payments on the roof contract and cinema sound.

PLANS FOR FUTURE PERIODS

“The Way Ahead – Review of the Tivoli Theatre” is an in depth look at all aspects of the theatre covering Governance (constitution, trustees, volunteers, and friends of the Tivoli) Budgetary/Financial Reporting (budget, monitoring, reporting, balances, and accounting records) Employees, Image (Box Office and Community) and Buildings. It is a flexible document which will undergo a complete review in 2022 to ensure it is relevant to meet the changing times we live in.

Significant works have taken place over the last few years and in 2021 works started on the roof which was essential to be carried out to safeguard the building. This work will be completed during 2022 and the other works approved as part of the planning approval was the fly tower and this scheme is now on hold along with any discussions on the future use of existing under used space until there is a clear way forward for the theatre and it is once again operating on a profitable basis.

Approval was given by the Trustees to upgrade the cinema projection and sound to ensure that it is fit for purpose and this work will be undertaken in 2022.

The challenge for the Trustees is now to ensure that the good work of the last two years and the continuing tight financial monitoring remains to see the theatre through 2022 and hopefully then a return to profitability in 2023. In October 2020 when the three-year forecast was carried out 2022 showed a shortfall and since that time many changes have taken place and whilst that may still be the eventual outcome the Theatre is in a much stronger position to manage the process and the Trustees will continue to monitor on a regular basis.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2021.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of Friends of the Tivoli 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, 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 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 2019 FRS102.
- 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.
- 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 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.

A resolution to re-appoint Francis Clark LLP for the ensuing year will be proposed at the Annual General Meeting in accordance with Section 485 of the Companies Act 2006.

This report of the Trustees has been prepared in accordance with the small companies' regime under the Companies Act 2006.

Approved by the board of Trustees on 23 August 2022 and signed on their behalf by:

Alan Breakwell

FRIENDS OF THE TIVOLI

INDEPENDENT EXAMINER'S REPORT

I report to the trustees on my examination of the accounts of the Charitable Company for the year ended 31 December 21.

Responsibilities and basis of report

As trustees of the Charitable Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

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

Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the ACCA, which is one of the listed bodies.

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

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

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

.....
Anne-Marie Gates FCCA FCA (a Partner of) PKF Francis Clark

Chartered Accountants
Towngate House
2 - 8 Parkstone Road
Poole
Dorset
BH15 2PW

Date: 13 September 2022

FRIENDS OF THE TIVOLI

GROUP STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

For the Year Ended 31st December 2021

INCOME AND ENDOWMENTS		Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds	
	Note			2021 £	2020 £
Income and endowments from					
Donations and legacies	2	162,585	-	162,585	103,929
Other trading activities					
Fundraising	2	76	-	76	92
Commercial trading operations	3	603,602	-	603,602	439,170
Investment Income	2	630	-	630	2,347
Total income and endowments		766,893	-	766,893	545,538
RESOURCES EXPENDED					
Raising funds					
Cost of generating voluntary income	4	300	-	300	250
Fundraising trading	4	-	-	-	-
Charitable activities					
Other expenditure	4	80,610	-	80,610	84,825
Commercial trading operations	3	611,257	-	611,257	504,914
Total expenditure		692,167	-	692,167	589,989
Net incoming/ (outgoing) resources before transfers		74,726	-	74,726	(44,451)
Gross transfer between funds	14&15	-	-	-	-
Net movement in funds for the year		74,726	-	74,726	(44,451)
Reconciliation of funds					
Total funds brought forward		1,232,590	-	1,232,590	1,277,041
Total funds carried forward		1,307,316	-	1,307,316	1,232,590

All the charity's activities derive from continuing operations during the above periods.

The notes on pages 12 to 20 form part of these accounts.

FRIENDS OF THE TIVOLI AND GROUP

BALANCE SHEET
At 31st December 2021

		Group		Charity	
	Note	2021	2020	2021	2020
		£	£	£	£
Fixed Assets					
Tangible Assets	7	688,832	640,794	688,832	640,794
Investment in Subsidiary	9	-	-	1	1
		688,832	640,794	688,833	640,795
Current Assets					
Stocks	10	4,583	4,081	-	-
Debtors	11	43,732	28,867	148,358	86,368
Cash at Bank and in Hand		927,606	854,522	439,174	474,256
		975,921	887,470	587,532	560,624
Creditors					
Amounts falling due within one year	12	357,437	295,674	5,295	12,730
Net Current Assets		618,484	591,796	582,237	547,894
Net Assets		1,307,316	1,232,590	1,271,070	1,188,689
Funds of The Charity					
Restricted	14	-	-	-	-
Unrestricted:					
General Charitable Funds	15	1,307,316	1,232,590	1,271,070	1,188,689
Total Charity Funds		1,307,316	1,232,590	1,271,070	1,188,689

For the financial year ending 31 December 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

Approved by the board of Trustees on 23 August 2022 and signed on its behalf by:

Alan Breakwell
Trustee (Director)

The notes on pages 12 to 20 form part of these accounts.

FRIENDS OF THE TIVOLI

Statement of Cash Flows and Consolidated Statement of Cash Flows

For year ended 31st December 2021

		Group		Charity	
	Note	2021 £	2020 £	2021 £	2020 £
Cash used in operating activities	17	179,905	(124,448)	71,739	17,566
Cash flows from investing activities					
Interest Income	2	630	2,347	630	2,347
Purchase of fixed assets	7	(107,451)	(66,446)	(107,451)	(66,446)
Cash used in investing activities		(106,821)	(64,099)	(106,821)	(64,099)
Increase(decrease) in cash and cash equivalents in the year		73,084	(188,547)	(35,082)	(46,533)
Cash and cash equivalents at the beginning of the year		854,522	1,043,069	474,256	520,789
Total cash and cash equivalents at the 31st December 2021		927,606	854,522	439,174	474,256

The notes on pages 12 to 20 form part of these accounts.

FRIENDS OF THE TIVOLI
NOTES TO THE ACCOUNTS
For the Year Ended 31st December 2021

1. Accounting Policies

(a) Basis of accounting

Friends of the Tivoli is a registered charity, registration number 1053930, Company number 3001139, registered in the United Kingdom. The address of the charity is given in the reference and administrative details on page 1 of these financial statements. The nature of the charity's operations and principal activities are described in the Trustees annual report set out on pages 1 - 7.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Incoming resources

All incoming resources becoming available to the charity during the year are recognised in the Statement of Financial Activities. Grants and donations for specific purposes are accounted for as restricted income. Ticket sales, rental income from letting of the Tivoli theatre and bar and refreshment sales are recognised in the year the event took place. Income is stated gross of related expenditure but where appropriate net of VAT.

(c) Resources expended.

Expenditure is recognised when it is incurred and is reported gross of related income. It is recognised on an accruals basis and allocated to the appropriate headings in the financial statements.

(d) Government Grants

A grant that becomes receivable as compensation for expenses already incurred will be recognised in the profit and loss in the same period in which the related expense is incurred.

(e) Tangible fixed assets

Individual fixed assets costing £1,000 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

(f) Depreciation

Depreciation is provided on all tangible fixed assets in use, at rates and bases calculated to write off the cost or valuation less estimated residual value, of each asset over its expected useful life, on a straight-line basis, as follows: - Freehold Improvements – 3.3% and 12.5%, Electrical and Stage Equipment – 12.5% and Furniture and Other Equipment – 12.5%.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

(g) Stock

Stock is recorded at the lower of cost and net realisable value after due regard for obsolete and slow-moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

(h) Trade Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

(i) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

(j) Trade Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

(k) Operating Leases

Rental chargeable under operating leases are charged in the profit and loss account on a straight-line basis over the lease term.

(l) Funds

Restricted Funds are recognised when a restriction is placed upon incoming resources. Note 15 analyses the restricted funds in more detail.

Designated funds are unrestricted funds where the resources are set aside for specific purposes at the discretion of the trustees.

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the Charity.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

(m) Going Concern

The financial statements have been prepared on a going concern basis. As explained in the trustee report the board have considered the impact on the charity's operations and finances in the short to medium term from the uncertainty relating to the coronavirus pandemic. In the opinion of the board, with proactively managing cash-flow the charity has sufficient working capital to continue to meet its financial obligations and pay its liabilities as they fall due for the foreseeable future and therefore the financial statements have been prepared on a going concern basis. The board have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure will be sufficient with the level of reserves held for the charity to be able to continue as a going concern.

2. Income and endowments

	2021 £ Unrestricted	2021 £ Restricted	2020 £ Total
Donations and legacies			
Donations & Grants	147,938	-	39,280
Membership	1,324	-	1,341
Appeal	13,323	-	63,308
	162,585	-	103,929
Other trading activities			
Fundraising	76	-	92
Investment Income			
Building Society Interest	609	-	1,132
Bank Interest	9	-	908
COIF Charity Deposit Fund Interest	12	-	307
	630	-	2,347

Voluntary income of £103,929 in the prior year was attributable to unrestricted funds.

Other trading activities income of £92 in the prior year was attributable to unrestricted funds.

Investment income of £2,347 in the prior year was attributable to unrestricted funds.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

3. Commercial trading operations

The Charity has a wholly owned non-charitable trading subsidiary, Tivmanco Limited which is incorporated in the UK. Its issued share capital of £1 is owned by the Charity and held primarily for the purpose of furthering the Charity's Objects. Tivmanco Limited is responsible for the operation of the Tivoli Theatre. Tivmanco Limited covenants its taxable profit to Friends of the Tivoli. A summary of its trading results is shown below. The subsidiary's financial statements have been consolidated with those of the Friends of the Tivoli in the group accounts presented here.

	2021 £ Unrestricted	2020 £ Unrestricted
Profit and Loss Account		
Turnover	542,115	375,508
Cost of sales	316,331	213,360
Gross profit	225,784	159,148
Administrative expenses	296,721	288,554
Trading profit	(70,937)	(129,406)
Other operating income	61,487	48,241
Profit before taxation	(9,450)	(81,165)
Taxation	(1,795)	(15,421)
Net profit	(7,655)	(65,744)
Amount b/f from subsidiary	43,901	109,645
Amount gift aided to Friends of the Tivoli	-	-
Retained in subsidiary	36,246	43,901

A summary of the financial activities undertaken by the charity is set out below:

	2021 £	2020 £
Gross incoming resources	163,291	106,368
Expenditure on charitable activities	(76,435)	(80,760)
Fundraising costs	(300)	(250)
Governance and investment management costs	(4,175)	(4,065)
Net incoming resources	82,381	21,293
Total funds brought forward	1,188,689	1,167,396
Total funds carried forward	1,271,070	1,188,689
Represented by:		
Restricted income funds	-	-
Unrestricted income funds	1,271,070	1,188,689
	1,271,070	1,188,689

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

4. Expenditure

	2021 £ Unrestricted	2021 £ Restricted	2020 £ Total
Cost of generating voluntary income			
Membership expenses	300	-	250
Fundraising trading costs			
Fundraising activities	-	-	-
Investment management costs			
Bank Charges	-	-	-
Charitable activities			
Theatre and Cinema costs			
Establishment expenses	17,022	-	25,565
Depreciation	59,413	-	55,195
Governance costs			
Audit Fee	-	-	4,065
Independent examiners fee	4,175	-	-
Trustees Indemnity Insurance	-	-	-
	80,610	-	84,825

Trustees Indemnity Insurance is covered but following a change in Insurance Company there is now a combined policy, and the individual cost cannot be identified.

All expenditure in the previous year was attributable to unrestricted funds.

5. Staff costs

	2021 £	2020 £
Group		
Gross salaries including Show Fees	174,737	174,325
National insurance	7,895	9,039
Pension	5,128	5,142
The weekly average number of employees during the year for the Group was as follows	9	9
No employee earned more than £60,000.		

6. Net income

	2021 £	2020 £
This is stated after charging:		
Staff costs (see note 5)	187,760	188,506
Auditors' remuneration: Charitable company	-	4,065
Trading subsidiary	-	4,585
Independent examiners fee – Charitable company	4,175	-
Accountant's fee – Trading subsidiary	5,025	-
Depreciation	59,413	55,195

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

Trustees' remuneration and expenses

The Trustees (directors) received no remuneration or any other benefit from the charity (2020: nil) and reimbursed expenses (2020: nil).

Funds belonging to the Charity have been used in the purchase of insurance to protect the Charity from loss arising from the neglect or defaults of its trustees, employees or agents and indemnify the trustees against the consequences of any neglect or default on their part.

7. Tangible fixed assets

	Freehold Improvements	Electrical and Stage Equipment	Furniture and other Equipment	Total
Cost or valuation:				
1st January 2021	772,694	424,561	71,425	1,268,680
Additions	99,188	8,263	-	107,451
Disposal of Asset				
31st December 2021	871,882	432,824	71,425	1,376,131
Depreciation:				
1st January 2021	224,026	347,831	56,029	627,886
Provision for year	31,672	22,300	5,441	59,413
Disposal of Asset				
31st December 2021	255,698	370,131	61,470	687,299
Net book values:				
31st December 2021	616,184	62,693	9,955	688,832
31st December 2020	548,668	76,370	15,396	640,794

8. Freehold Property

In 2004 the freehold of the Tivoli Theatre (19/23 West Borough) was acquired from the Dorset County Council and 25/27 West Borough from the East Dorset District Council, previously both properties had been leased on peppercorn rents. If the buildings ceased to operate for theatre activities, then the properties would return to the local authority Dorset Council.

9. Investments

	2021 £	2020 £
Investments in subsidiaries:		
Shares at cost	<u>1</u>	<u>1</u>

The Charitable Company holds 100% of the ordinary share capital of Tivmanco Limited which is a company registered in England (company number 03237197), undertaking trading activities associated with operating the Tivoli Theatre.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

10. Stocks

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Goods for resale	4,583	4,081	-	-

11. Debtors

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Trade debtors	420	30	-	-
Amounts owed by group undertakings	-	-	125,093	83,582
Other Debtors	-	-	-	-
Prepayments and accrued income	41,517	13,416	23,265	2,786
Corporation Tax	1,795	15,421	-	-
	43,732	28,867	148,358	86,368

12. Creditors falling due within one year.

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Trade creditors	19,405	6,925	773	(86)
Amounts owed to group undertakings	-	-	-	-
Other taxes and social security costs	-	-	-	-
Accruals and deferred income	338,032	288,749	4,522	12,816
	357,437	295,674	5,295	12,730

13. Commitments

Operating Lease Commitments

As at 31st December 2021 the group had annual commitments under non – cancellable operating leases as follows:

Operating Leases which expire:	2021	2020
	£	£
Within one year	4,530	2,912
Within two and five years	1,685	2,790
	6,215	5,702

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

14. Restricted Funds

When works are completed, the related restricted funds are released in that year. The appropriate adjustment is made between restricted and unrestricted funds. There were no restricted funds in 2021.

15. Unrestricted Funds

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
At 1st January 2021	1,232,590	1,277,041	1,188,689	1,167,396
Surplus for the year	74,726	(44,451)	82,381	21,293
Transfer between funds			-	-
At 31st December 2021	<u>1,307,316</u>	<u>1,232,590</u>	<u>1,271,070</u>	<u>1,188,689</u>
Fixed Asset Reserve	688,832	640,794	688,833	640,795
Designated Reserve	145,000	145,000	145,000	145,000
General Reserve	<u>473,484</u>	<u>446,796</u>	<u>437,237</u>	<u>402,894</u>
	<u>1,307,316</u>	<u>1,232,590</u>	<u>1,271,070</u>	<u>1,188,689</u>

16. Analysis of Group Net Assets between Funds

	General Fund	Designated Funds	Restricted Funds	2021 Total	2020 Total
	£	£	£	£	£
Tangible Fixed Assets		688,832		688,832	640,794
Cash at Bank and in Hand	782,606	145,000		927,606	854,522
Other net current assets/liabilities	(309,122)			(309,122)	(262,726)
TOTAL	473,484	833,832		1,307,316	1,232,590

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2021

17. Reconciliation of Net Movement in Funds to Net Cash Flow from Operating Activities

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Net movement in funds	74,726	(44,452)	82,381	21,293
Add depreciation charge	59,413	55,195	59,413	55,195
Add 2018 Subsidiary surplus			-	-
Deduct Interest Income	(630)	(2,347)	(630)	(2,347)
Decrease/Increase in Stock	(502)	(47)		
Decrease/Increase in Debtors	(14,865)	(14,866)	(61,990)	(54,439)
Decrease/Increase in Creditors	61,763	(117,932)	(7,435)	(2,136)
Total	179,905	(124,448)	71,739	17,566

18. Related Parties

The Charity's wholly owned non-charitable trading subsidiary, Tivmanco Limited, also has its registered office at 19-23 West Borough, Wimborne, Dorset. At the balance sheet date £125,093 was owed to Tivmanco Limited (2020: £83,582 being the balance on the inter-company loan account through which relevant expenses and income are transferred to the charitable company).

19. Contingent Asset

During 2021 a contribution of £5,152 was made to the owner of Kings House. Should the property be sold within 5 years of this contribution a clawback clause applies and funds will be returned to Friends of the Tivoli in these circumstances.

FRIENDS OF THE TIVOLI

CHARITY DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2021

	2021		2020	
	£	£	£	£
Income				
Donations and fundraising		162,660		104,021
Covenant Tivmanco		-		-
Interest		630		2,347
		163,290		106,368
Administrative Expenses				
Fundraising Activities	-		-	
Membership Activities	299		250	
Rates and Water	1,009		1,233	
Insurances	12,312		12,646	
Audit fees	-		4,065	
Independent Examiners fee	4,175		-	
Repairs and maintenance	2,434		10,023	
Irrecoverable VAT	643		1,650	
Depreciation	59,413		55,195	
Professional Fees	611		-	
Miscellaneous Expenses	13	80,909	13	85,075
Net Income for the year		82,381		21,293

FRIENDS OF THE TIVOLI
CONSOLIDATED DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2021

	2021		2020	
	£	£	£	£
Stage Shows and Cinema				
Turnover	441,175		309,743	
Paid to performers/promoters and for films	301,967		205,153	
		139,208		104,590
Refreshments				
Turnover	23,130		14,808	
Cost of sales	7,602		5,809	
		15,528		8,999
Bar				
Turnover	16,480		13,168	
Cost of sales	6,762		5,398	
		9,718		7,770
Net takings from theatre		164,454		121,359
Miscellaneous sales and advertising		60,939		36,293
Rent		350		220
Donations, gifts, and grants		224,148		152,263
Covenant Tivmanco		-		-
Interest receivable		670		3,622
		450,561		313,757
Administrative Expenses				
Salaries	192,760		195,364	
Light and heat	16,853		15,975	
Rates and water	1,009		1,233	
Repairs and maintenance	7,971		20,718	
Insurance	12,312		12,646	
Cleaning and toiletries	8,994		6,035	
Motor and travel	247		180	
Security	1,879		2,715	
Telephone	2,209		3,474	
Equipment hire and replacement	1,929		2,603	
Printing, postage stationery and computer	14,069		20,081	
Performing Rights Society (net)	(844)		527	
Advertising	21,896		15,137	
Audit fees	-		8,650	
Accountancy fees	9,200		-	
Professional Advice	871		772	
Bank charges	575		703	
Depreciation	59,413		55,195	
Transaction & Online Charges	15,453		-	
Membership expenses	299		250	
Sundry expenses	2,419		2,203	
Irrecoverable VAT	8,116		9,168	
Corporation tax	(1,795)		(15,421)	
		375,835		358,208
Profit for the year		74,726		(44,451)
Retained by Tivmanco		-		-
Surplus/ Loss for year		74,726		(44,451)

FRIENDS OF THE TIVOLI

England & Wales - Charity number 1053930

Accounts

Company number: 3001139
Charity number: 1053930

FRIENDS OF THE TIVOLI
REPORT AND AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2020

FRIENDS OF THE TIVOLI

CONTENTS

	Page
Annual Report of the Trustees	1-7
Report of the Independent Auditors	8-10
Statement of Financial Activities	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the Accounts	14-22
Non-Statutory Information – For the Trustees only	
Detailed Income and Expenditure Account	23
Consolidated Detailed Income and Expenditure Account	24

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST DECEMBER 2020

The Trustees are pleased to present their report together with the financial statements of the charity for the year ending 31st December 2020.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Number 1053930

Company Number 3001139

Principal Office 19 -23 West Borough, Wimborne, Dorset, BH21 1LT.

Auditors	Francis Clark LLP	Towngate House, 2 – 8 Parkstone Road, Poole, Dorset BH15 2PW
Bankers	Barclays Bank PLC	
Solicitors	Harold G Walker	30, West Borough, Wimborne Dorset, BH21 1NF

Directors and Trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout the report are collectively referred to as the trustees.

The Trustees who served during the year and since the year end were as follows:

Andrew Francis Barnes (reappointed 25th January 2021) (deceased 7th June 2021)

Alan Breakwell (Chairman)

Anita June Cole

Robin Cook

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Friends of the Tivoli is a company limited by guarantee governed by its Memorandum and Articles of Association dated 17th December 1994 and amended on the 6th October 1997 and the 28th September 2004. It is registered as a charity with the Charity Commission. The company has currently over 100 members who undertake to contribute such amount as may be required (not exceeding £1) to the company's assets if it should be wound up, for payment of the company's debts and liabilities.

Appointment of Trustees

As set out in the Articles of Association the trustees retire by rotation and are elected by the members attending the annual general meeting (AGM). Members may also nominate trustees for election at the AGM. Trustees can co-opt members during the year and seek confirmation at the AGM. When considering co-option regard is given to a balance of skills to ensure that the trustees have as wide a knowledge base as possible.

Trustee Induction and Training

Any new Trustee will undergo an induction where they will be briefed on their legal obligations under Charity and Company law, the Charity Commission guidance on public benefit, the content of the Memorandum and Articles of Association, previous Trustees' minutes, the Way Ahead document and the Budget and recent financial performance of the Charity. They will also meet the General Manager and the other employees and have a tour of the facility. Trustees can attend appropriate training events where these will benefit in carrying out their role.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2020

Organisation

The Board of Trustees consisting of not less than three members and no upper limit administer the charity and its trading subsidiary. The board hold meetings to cover development, finance, and all aspects of the charity. A General Manager, Charlie North Lewis, is appointed by the Trustees to manage the day-to-day operations of the charity. In addition, there is a Building Services Manager, a Technical Manager, a Finance Administrator, an Office Administrator, a Box Office Administrator, Lighting Technician, Sound Technician and Front of House Manager all who are salaried employees with the Projectionists, and Technical Crew being paid a film/show fee.

The Charity relies heavily on volunteers to perform many tasks for example duty manager, front of house, box office, office, and financial administration, operating the bar and café, and day to day maintenance. It is estimated that in a normal year volunteers provide approximately 21,000 hours and at appropriate rates of pay this is equal to £183,000.

Related parties

The charity's wholly owned trading subsidiary, Tivmanco Limited, was established to operate the theatre, bar and refreshments and gift aids the surplus for the year to the charity. To comply with FRS102 update bulletin 2 relating to gift aid of surpluses, from 2018 onwards the surplus for the year will be reflected in the accounts in the year when the surplus is paid over. The 2019 surplus was retained by Tivmanco Limited, and tax was paid leaving the balance to meet the shortfall in 2020 arising from the pandemic.

Pay Policy

The directors who are the Trust's trustees give of their time freely and receive no remuneration and details of any Trustees' expenses are disclosed in note 6 to the accounts.

The pay of the paid staff is reviewed annually at the time the annual budget is being considered. The factors considered are inflation, pay levels locally and most importantly the ability of the theatre to pay. Trustees also review at budget time the theatre's performance in the current year. If the projected budget surplus is above a level determined annually by Trustees, then office staff/managers receive a thank you/bonus for contributing to the success of the theatre and that is paid in the following financial year. There has been a change in the technical crew this year with a former employee returning on a self-employed basis. The pay levels for the senior staff were set on similar posts elsewhere, local market rates and importantly what the theatre could afford.

Risk Management

The Trustees are aware of the risks the business faces and through the board meetings review progress to ensure that any risks are minimised. The General Manager and his team concentrate on the non-financial risks arising from fire, health and safety of artists and audience and other risks that are identified on an on-going basis and from the annual review by the Insurance Company. The Child Protection Policy is in line with the procedures of the local authority.

A risk management strategy has been adopted to cover an annual review of the risks the charity may face, the establishment of systems and procedures to manage the risks identified in the plan, and the implementation of procedures designed to minimise any potential impact should any risk materialise. The risk register is reviewed on an annual basis. A key element in the management of financial risk is the setting of a reserves policy and its regular review by the Trustees.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2020

OBJECTIVES OF THE CHARITY

The main objective for which the Charity is established is to promote, restore, maintain, improve, and advance public education in the performing arts by the promotion and production of theatrical plays and the encouragement of the arts including film, shows, drama, mime, dance, singing and music for the benefit of the community. The Charity has a general aim of contributing to the quality of life of the people of East Dorset and the wider area by providing, on a regular basis, accessible professional and community arts events.

PRINCIPAL ACTIVITIES ACHIEVEMENTS AND PERFORMANCE

The Theatre has been severely affected by the pandemic in 2020 and this has impacted on the attendance figures. The position was looking very bright in January to mid-March with excellent support from the public. That changed from the 17th March when the theatre closed its doors and did not open again until the 1st October with social distancing in place. There was a limited number of film/satellite and one live show before the second lockdown occurred on the 5th November for one month. The theatre was able to show the Blues Band and several performances of the pantomime with limited audiences before closing again at the end of December.

Attendance	2016	2017	2018	2019	2020
Cinema/Satellite	21,686	20,607	27,698	25,845	7,758
Shows	53,246	57,012	55,786	52,414	14,195
Total	74,912	77,619	83,484	78,259	21,953

Attendance was down by over 70% compared with a normal year. Based on the films that were shown the average attendance was 117 (130 in 2019). The most popular films were Little Women, 1917, Emma, Cats, Le Mans, Knives Out and the Personal History of David Copperfield.

There were only 5 (16 in 2019) different screenings by satellite attracting an average attendance of 128 (147 in 2019) per showing. The three most popular were Present Laughter, Andre Rieu 70 years young and Cyrano De Bergerac which accounted for 90% of the total audience. In a normal year live theatre would have provided a wide range of opportunities with around 130 different events planned. This would have allowed the Tivoli to provide quality shows with a balanced programme to suit all tastes covering jazz, comedy, ballet, drama, musicals, tribute bands, celebrity guests, factual programmes, original artists and, over Christmas and New Year a pantomime. This was the third year that Made to Measure Productions were the producers of the pantomime and for the first time ever a socially distanced pantomime was enjoyed and proved very popular with the audiences. After such a difficult year it was rewarding that families could enjoy a pantomime and a big thank you to all involved in making this happen.

Wimborne Drama were able to perform Barefoot in the Park in February, and before lockdown Roger Chapman, Francis Rossi and Griff Rhys Jones appeared at the theatre for the first time and there was a welcome return for Albert Lee, Jim Davidson, and The Furies. There were only two live performances after the middle of March with social distancing measures in place and a special thanks to Ben Waters who performed in early November and the Blues Band in December.

It has been a major task for the box office staff dealing with the cancelled/ rearranged shows some of which have been moved more than once. It has been made more difficult with not knowing when the theatre will be able to open again and what measures will have to be in place for this to happen. The Trustees express their thanks to the General Manager and his team for the way they have operated through the crisis and the support that has been received from the public and the theatre world. The Tivoli reputation continues to grow in the theatre world and the General Manager takes every opportunity to enhance that reputation with the future programming.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2020

Works to maintain the building were undertaken during the year with both gas boilers being replaced and several maintenance jobs being carried out whilst the theatre was closed. Appropriate works were undertaken to ensure the premises met the COVID 19 guidelines and measures were in place to ensure the theatre could open safely. The canopy project was finally completed, and the advertising screen is now operating in accordance with the approved permissions. The Reserves were used to update the Monitors for the Technical Manager and the Trustees agreed to proceed with the roof repairs as part of the Fly tower planning approval. These works will not start until the new year and hopefully will be well on the way to competition before the theatre reopens in late May 2021.

A new box office system went live on the 26th February just before the first lockdown. It was pleasing that the Volunteers who operate the system have adapted well to the new procedures which were very different to the system they had previously used. A thank you to Pauline and Lauren for all their work in ensuring that the changeover went smoothly.

In June, an appeal was launched to help support the theatre during the pandemic and ensure it was able to re-open when it was safe to do so. The response has been amazing over £63,000 has been raised and with gift aid this figure is closer to £70,000. The theatre is at the heart of the community and the response reflects how important the facility is to so many people. The Trustees are so grateful for all the contributions received whether it be by way of a donation, customers donating their cancelled show tickets to the appeal, crowdfunding by pupils of Blandford school who have performed at the theatre and corporate support. Thank you to everyone.

The Trustees have given due regard to public benefit when planning the charity's activities in accordance with the Charity Commission's General Guidance on Public Benefit. The paragraphs above set out the activities, achievements, and performance during the year, which are directly related to the objects and purposes for which the charity exists and are fully compliant with the Charity Commission Principles on Public Benefit.

FINANCIAL REVIEW

Trustees monitor the budget throughout the year with the emphasis being on income via monthly monitoring sheets. This was the case for the first two months and then the impact of the pandemic hit the theatre and it closed for over 6 months. Trustees now had to review the budget on the basis that no income was coming in but there were still significant outgoings. A revised budget was prepared in June assuming a return to some activity by late in the year with the likelihood that it would take until 2023 to return to the 2019 levels and profitability. There would be difficult challenges over the next 2 years with the level of reserves in hand help cushioning the impact.

A further review of the Budget was undertaken in October when a clearer picture was emerging and there was greater clarity of the financial support available. The Trustees have ensured that all grants the theatre were eligible for have been received and the furlough scheme has been used whilst at the same time ensuring that the running of the theatre has not been compromised. All expenditure has been closely monitored and reductions have been achieved wherever possible. Finally, when applying to the Arts Council in January 2021 for a grant from the Cultural Recovery Fund the 2020 Budget was revisited, and the Trustees are pleased that the final figure is within that estimate.

Originally the budget for 2020 was framed on Tivmanco the wholly owned trading subsidiary having a turnover exceeding 1.3 million pounds in line with the 2019 level. In 2020 turnover was around £433,000 a drop of £900,000 (70%) the lowest turnover since 2004.

For the first time the commercial trading operations show a deficit in 2020 of £65,744 (£109,645 surplus in 2019) a turnaround between the two years of just under £191,000 which can be accounted for by the theatre being closed for long periods of the year thereby generating no income but still incurring expenditure. The surplus in 2019 was retained in Tivmanco and will be used to meet the shortfall in 2020.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2020

This is not the complete financial picture as the charity is responsible for the external maintenance, insurance, business rates, water/sewerage rates, and other expenses of the buildings as well as receiving income from donations, membership, and fundraising. The charity benefited by the business rates holiday as well as government support and the income raised from the appeal. This resulted in a surplus and has left the charity in a sounder position at the end of the financial year than was predicted in June. There are big challenges ahead over the next two years and the sound financial position of the charity built up over many years will be helpful along with other financial support from the Cultural Recovery Fund to see it through this difficult time.

The Trustees have always supported the General Manager in moving the theatre forward whilst ensuring that any increased financial commitment is planned and only implemented when it is financially prudent to do so. Strong financial management will continue to be exercised minimizing risk wherever possible so that the challenges facing the Tivoli are managed in a measured way. This is essential as we face the next two years knowing the challenges faced in re-opening and ensuring that the public feel safe to return and once again enjoy the excellent Tivoli programme.

The Trustees have used the Way Ahead document to carry out annually a thorough review of the needs of the theatre and agree their spending plans for the forthcoming year. The Trustees remain prudent and will review this document during 2021 to ensure that it is still fit for purpose considering the world we now live in.

The Trustees would like to take this opportunity of thanking all the staff, and volunteers for their commitment during 2020 which was a difficult year and to welcoming them all back when it is safe, and the theatre has re-opened.

Investment Policy

The Trustees have regard to the liquidity requirements of operating the theatre and kept available funds as cash and placed them on deposit at the best rate obtainable. The theatre has no permanent endowment or annual financial support and relies on income from the customers visiting the theatre to meet the costs of running the theatre. Due to the nature of the business income is not invested for the long term.

Reserves Policy

The Charity aims to maintain unrestricted funds, the free reserves of the charity, at a level sufficient to ensure that all unrestricted expenditure outstanding at any one time can be met. Unrestricted funds were maintained at this level throughout the year. Great care is taken to ensure that no expenditure is incurred unless it can be afforded. Enhancements or improvements will not be approved unless the Trustees are satisfied that the need has been justified and the funds are there to meet that expenditure.

The Trustees review their policy annually and have agreed that the minimum level of reserves should be based on 60% of the estimated fixed costs for the following financial year which would continue to be paid if the theatre were closed for a 6-month period. The appropriate figure is £145,000. A risk assessment has also been undertaken to assess what the level of reserves should be if a risk-based approach was used as the basis of calculation. It is reassuring that the review was in line with the current level of reserves. In the light of the events of 2020 and the impact this will have on future years a further review of the Reserves Policy will be undertaken. As part of the review the level required to provide an equipment replacement reserve will be considered by Trustees. Any surplus reserve funds are available for maintaining, improving, and enhancing the theatre.

On the 1st January 2020 £392,852 of unrestricted funds was available and £774,544 designated funds (see note 15), during the course of the year £66,446 (£235,556 in 2019) was met from the unrestricted funds for monitors, a specialist printer, replacing the two gas boilers, works and fees for the canopy and roof and works relating to the screen dock and store. After taking into account the surplus for the year the amount of unrestricted funds available at the 31st December 2020 was £402,894 and £785,795 designated. The only call currently on the balance is for payments on the roof contract.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2020

PLANS FOR FUTURE PERIODS

“The Way Ahead – Review of the Tivoli Theatre” is an in depth look at all aspects of the theatre covering Governance (constitution, trustees, volunteers, and friends of the Tivoli) Budgetary/Financial Reporting (budget, monitoring, reporting, balances, and accounting records) Employees, Image (Box Office and Community) and Buildings. It is a flexible document which will undergo a detailed review in 2021 to ensure it is relevant to meet the changing times we live in.

Significant works have taken place over the last few years and 2021 will see the completion of the works to the roof which was essential to be carried out to safeguard the building. Other works approved as part of the planning approval was the fly tower and this scheme is now on hold along with any discussions on the future use of existing under used space until there is a clear way forward for the theatre to re-open safely, without social distancing in place and operating on a profitable basis.

The Trustees challenge is therefore to ensure that the theatre has the necessary resources to continue operating over the next couple of years and then hopefully from 2023 the theatre will return to profitability and can once again look forward to a sustainable future.

Prudent management over the years has ensured that there are sufficient reserves in the short term to deal with the impact and this has been further strengthened by the Appeal and a grant from the Arts Council under the Cultural Recovery Fund. The theatre has also benefitted from the additional support provided by the Government following the March budget and will also continue to utilise the furlough scheme where appropriate.

The forecast is for a shortfall in 2021 and 2022 before returning to profitability in 2023. Forecasts for 2021 and 2022 were produced in October 2020 and many factors have already changes especially on support from the Government and the extension of the furlough scheme coupled with the good news at the end of March that the theatre had been successful in its application to the Arts Council. On the other side the forecast for 2021 was based on the theatre being able to open earlier than is now possible under the Government's roadmap. A start in late May is planned with several socially distanced events with hopefully a return to normality from late Summer/early Autumn. One of the big issues will be the confidence of the audience to return and feel safe and it is expected that this will take time. All these factors will have a bearing on the financial position for 2021 and a revised budget will be drawn up when the picture is clearer, and the Trustees will continue to monitor on a regular basis.

FRIENDS OF THE TIVOLI

REPORT OF THE TRUSTEES (CONTINUED) FOR THE YEAR ENDED 31ST DECEMBER 2020.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees (who are also directors of Friends of the Tivoli 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, 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 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 2019 FRS102.
- 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.
- 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 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- 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.

AUDITORS

A resolution to re-appoint Francis Clark LLP for the ensuing year will be proposed at the Annual General Meeting in accordance with Section 485 of the Companies Act 2006.

This report of the Trustees has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the board of Trustees on 31 August 2021 and signed on their behalf by:

Alan Breakwell

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FRIENDS OF THE TIVOLI

OPINION

We have audited the financial statements of Friends of the Tivoli (the 'charitable company') and its subsidiaries (the 'group') for the year ended 31 December 2020, which comprise the Group Statement of Financial Activities, Charitable Company and Group Balance Sheet and Charitable Company and Group Statement of Cash Flows, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the groups and charitable company affairs as at 31 December 2020 and of its results 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 OF 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 group 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT (CONTINUED)

OPINION 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 trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The trustees' annual report has been prepared in accordance with applicable legal requirements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of our knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the financial statements. 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.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Statement of responsibilities of trustees set out on page 6, the trustees 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 group and 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 charity or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S 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 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:

As part of our audit planning we obtained an understanding of the legal and regulatory framework that is applicable to the Charity. We gained an understanding of the Charity and the sector in which the Charity operates as part of this assessment to identify the key laws and regulations affecting the Charity. As part of this, we reviewed the Charity's website for an indication of any regulations in place and discussed these with the relevant individuals responsible for compliance. The key regulations we identified were Charity legislation, health and safety regulations and breaches of The General Data Protection Regulation ("GDPR"). 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 and Charities SORP - FRS 102.

FRIENDS OF THE TIVOLI

INDEPENDENT AUDITORS' REPORT (CONTINUED)

We discussed with management how the compliance with these laws and regulations is monitored and discussed policies and procedures in place. We also identified the individuals who have responsibility for ensuring that the Charity complies with laws and regulations and deals with reporting any issues if they arise. As part of our planning procedures, we assessed the risk of any non-compliance with laws and regulations on the Charity's ability to continue trading and the risk of material misstatement to the accounts.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved the following:

- Enquiries of management and trustees regarding their knowledge of any non-compliance with laws and regulations that could affect the financial statements. As part of these enquiries we also discussed with management whether there have been any known instances, allegations or suspicions of fraud, of which there were none.
- Reviewed filings with the Charity Commission and whether there were any serious incident reports made during the year, of which there were none.
- Discussed with management if any health and safety incidents have been recorded during the year, of which there were none.
- Reviewed legal and professional costs to identify any possible non-compliance or legal costs in respect of non-compliance, of which there were none.
- Reviewed Board minutes.
- Audited the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness.
- Reviewed estimates and judgements made in the accounts for any indication of bias, of which there were none.

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

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 auditor's report.

USE OF OUR REPORT

This report is made solely to the group and charitable company's trustees, 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 group and charitable company'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 charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Anne-Marie Gates FCCA FCA (Senior Statutory Auditor)
For and on behalf of Francis Clark LLP,
Chartered Accountants and Statutory Auditor

Towngate House
2-8 Parkstone Road
Poole
Dorset
BH15 2PW

Date: 20 September 2021

FRIENDS OF THE TIVOLI

GROUP STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

For the Year Ended 31st December 2020

INCOME AND ENDOWMENTS		Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds	
	Note			2020 £	2019 £
Income and endowments from					
Donations and legacies	2	103,929	-	103,929	56,612
Other trading activities					
Fundraising	2	92	-	92	894
Commercial trading operations	3	442,227	-	442,227	1,351,833
Investment Income	2	2,347	-	2,347	3,884
Total income and endowments		548,595	-	548,595	1,413,223
RESOURCES EXPENDED					
Raising funds					
Cost of generating voluntary income	4	250	-	250	250
Fundraising trading	4	-	-	-	28
Charitable activities					
Other expenditure	4	84,825	-	84,825	94,872
Commercial trading operations	3	507,971	-	507,971	1,242,188
Total expenditure		593,046	-	593,046	1,337,338
Net incoming resources before transfers		(44,451)	-	(44,451)	75,885
Gross transfer between funds	14&15	-	-	-	-
Net movement in funds for the year		(44,451)	-	(44,451)	75,885
Reconciliation of funds					
Total funds brought forward		1,277,041	-	1,277,041	1,201,156
Total funds carried forward		1,232,590	-	1,232,590	1,277,041

All the charity's activities derive from continuing operations during the above periods.

The notes on pages 14 to 22 form part of these accounts.

FRIENDS OF THE TIVOLI AND GROUP

BALANCE SHEET
At 31st December 2020

		Group		Charity	
	Note	2020	2019	2020	2019
		£	£	£	£
Fixed Assets					
Tangible Assets	7	640,794	629,543	640,794	629,543
Investment in Subsidiary	9	-	-	1	1
		640,794	629,543	640,795	629,544
Current Assets					
Stocks	10	4,081	4,034	-	-
Debtors	11	28,867	14,001	86,368	31,929
Cash at Bank and in Hand		854,522	1,043,069	474,256	520,789
		887,470	1,061,104	560,624	552,718
Creditors					
Amounts falling due within one year	12	295,674	413,606	12,730	14,866
Net Current Assets		591,796	647,498	547,894	537,852
Net Assets		1,232,590	1,277,041	1,188,689	1,167,396
Funds of The Charity					
Restricted	14	-	-	-	-
Unrestricted:					
General Charitable Funds	15	1,232,590	1,277,041	1,188,689	1,167,396
Total Charity Funds		1,232,590	1,277,041	1,188,689	1,167,396

The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the board of Trustees on 31 August 2021 and signed on its behalf by:

Alan Breakwell
Trustee (Director)

The notes on pages 14 to 22 form part of these accounts.

FRIENDS OF THE TIVOLI

Statement of Cash Flows and Consolidated Statement of Cash Flows

For year ended 31st December 2020

		Group		Charity	
	Note	2020 £	2019 £	2020 £	2019 £
Cash used in operating activities	17	(124,448)	168,906	17,566	196,318
Cash flows from investing activities					
Interest Income	2	2,347	3,884	2,347	3,884
Purchase of fixed assets	7	(66,446)	(235,556)	(66,446)	(235,556)
Cash used in investing activities		(64,099)	(231,672)	(64,099)	(231,672)
Increase(decrease) in cash and cash equivalents in the year		(188,547)	(62,766)	(46,533)	(35,354)
Cash and cash equivalents at the beginning of the year		1,043,069	1,105,835	520,789	556,143
Total cash and cash equivalents at the 31st December 2020		854,522	1,043,069	474,256	520,789

The notes on pages 14 to 22 form part of these accounts.

FRIENDS OF THE TIVOLI
NOTES TO THE ACCOUNTS
For the Year Ended 31st December 2020

1. Accounting Policies

(a) Basis of accounting

Friends of the Tivoli is a registered charity, registration number 1053930, Company number 3001139, registered in the United Kingdom. The address of the charity is given in the reference and administrative details on page 1 of these financial statements. The nature of the charity's operations and principal activities are described in the Trustees annual report set out on pages 1 - 7.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Incoming resources

All incoming resources becoming available to the charity during the year are recognised in the Statement of Financial Activities. Grants and donations for specific purposes are accounted for as restricted income. Ticket sales, rental income from letting of the Tivoli theatre and bar and refreshment sales are recognised in the year the event took place. Income is stated gross of related expenditure but where appropriate net of VAT.

(c) Resources expended.

Expenditure is recognised when it is incurred and is reported gross of related income. It is recognised on an accruals basis and allocated to the appropriate headings in the financial statements.

(d) Government Grants

A grant that becomes receivable as compensation for expenses already incurred will be recognised in the profit and loss in the same period in which the related expense is incurred.

(e) Tangible fixed assets

Individual fixed assets costing £1,000 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

(f) Depreciation

Depreciation is provided on all tangible fixed assets in use, at rates and bases calculated to write off the cost or valuation less estimated residual value, of each asset over its expected useful life, on a straight-line basis, as follows: - Freehold Improvements – 3.3% and 12.5%, Electrical and Stage Equipment – 12.5% and Furniture and Other Equipment – 12.5%.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

(g) Stock

Stock is recorded at the lower of cost and net realisable value after due regard for obsolete and slow-moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

(h) Trade Debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

(i) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

(j) Trade Creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the Charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

(k) Operating Leases

Rental chargeable under operating leases are charged in the profit and loss account on a straight-line basis over the lease term.

(l) Funds

Restricted Funds are recognised when a restriction is placed upon incoming resources. Note 15 analyses the restricted funds in more detail.

Designated funds are unrestricted funds where the resources are set aside for specific purposes at the discretion of the trustees.

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the Charity.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

(m) Going Concern

The financial statements have been prepared on a going concern basis. As explained in the trustee report the board have considered the impact on the charity's operations and finances in the short to medium term from the uncertainty relating to the coronavirus pandemic. In the opinion of the board, with the Coronavirus Job Retention Scheme, Coronavirus grant funding, Arts Council grant, and the Appeal coupled with proactively managing cash-flow the charity has sufficient working capital to continue to meet its financial obligations and pay its liabilities as they fall due for the foreseeable future and therefore the financial statements have been prepared on a going concern basis. The cash position at the end of 2022 is forecast to be around £600k (which includes advance ticket sales) despite the forecasted deficit for 2021 and 2022. The board have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure will be sufficient with the level of reserves held for the charity to be able to continue as a going concern.

2. Income and endowments

	2020 £	2020 £	2019 £
	Unrestricted	Restricted	Total
Donations and legacies			
Donations	39,280	-	49,654
Membership	1,341	-	1,487
Digital Equipment Agreement	-	-	5,471
Appeal	63,308	-	-
	103,929	-	56,612
Other trading activities			
Fundraising	92	-	894
Investment Income			
Building Society Interest	1,132	-	2,067
Bank Interest	908	-	1,237
COIF Charity Deposit Fund Interest	307	-	580
	2,347	-	3,884

Voluntary income of £45,000 in the prior year was attributable to restricted funds and £11,612 was attributable to unrestricted funds.

Other trading activities income of £894 in the prior year was attributable to restricted funds.

Investment income of £3,884 in the prior year was attributable to unrestricted funds.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

3. Commercial trading operations

The Charity has a wholly owned non-charitable trading subsidiary, Tivmanco Limited which is incorporated in the UK. Its issued share capital of £1 is owned by the Charity and held primarily for the purpose of furthering the Charity's Objects. Tivmanco Limited is responsible for the operation of the Tivoli Theatre. Tivmanco Limited covenants its taxable profit to Friends of the Tivoli. A summary of its trading results is shown below. The subsidiary's financial statements have been consolidated with those of the Friends of the Tivoli in the group accounts presented here.

	2020 £ Unrestricted	2019 £ Unrestricted
Profit and Loss Account		
Turnover	384,747	1,351,833
Cost of sales	225,599	816,119
Gross profit	159,148	535,714
Administrative expenses	288,554	400,350
Trading profit	(129,406)	135,364
Other operating income	48,241	-
Profit before taxation	(81,165)	135,364
Taxation	(15,421)	25,719
Net profit	(65,744)	109,645
Amount b/f from subsidiary	109,645	191,592
Amount gift aided to Friends of the Tivoli	-	191,592
Retained in subsidiary	43,901	109,645

A summary of the financial activities undertaken by the charity is set out below:

	2020 £	2019 £
Gross incoming resources	106,368	252,982
Expenditure on charitable activities	(80,760)	(90,892)
Fundraising costs	(250)	(278)
Governance and investment management costs	(4,065)	(3,980)
Net incoming resources	21,293	157,831
Total funds brought forward	1,167,396	1,009,564
Total funds carried forward	1,188,689	1,167,396
Represented by:		
Restricted income funds	-	-
Unrestricted income funds	1,188,689	1,167,396
	1,188,689	1,167,396

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

4. Expenditure

	2020 £ Unrestricted	2020 £ Restricted	2019 £ Total
Cost of generating voluntary income			
Membership expenses	250	-	250
Fundraising trading costs			
Fundraising activities	-	-	28
Investment management costs			
Bank Charges	-	-	-
Charitable activities			
Theatre and Cinema costs			
Establishment expenses	25,565	-	28,409
Depreciation	55,195	-	62,483
Governance costs			
Audit Fee	4,065	-	3,980
Trustees Indemnity Insurance	-	-	-
	84,825	-	94,872

Trustees Indemnity Insurance is covered but following a change in Insurance Company there is now a combined policy, and the individual cost cannot be identified.

All expenditure in the previous year was attributable to unrestricted funds.

5. Staff costs

	2020 £	2019 £
Group		
Gross salaries including Show Fees	174,325	195,648
National insurance	9,039	12,105
Pension	5,142	4,707
The weekly average number of employees during the year for the Group was as follows	9	9
No employee earned more than £60,000.		

6. Net income

	2020 £	2019 £
This is stated after charging:		
Staff costs (see note 5)	188,506	212,460
Auditors' remuneration: Charitable company	4,065	3,980
Trading subsidiary	4,585	4,480
Depreciation	55,195	62,483

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

Trustees' remuneration and expenses

The Trustees (directors) received no remuneration or any other benefit from the charity (2019: nil) and reimbursed expenses (2019: £21).

Funds belonging to the Charity have been used in the purchase of insurance to protect the Charity from loss arising from the neglect or defaults of its trustees, employees or agents and indemnify the trustees against the consequences of any neglect or default on their part.

7. Tangible fixed assets

	Freehold Improvements	Electrical and Stage Equipment	Furniture and other Equipment	Total
Cost or valuation:				
1st January 2020	716,324	415,669	70,241	1,202,234
Additions	56,370	8,892	1,184	66,446
Disposal of Asset				
31st December 2020	772,694	424,561	71,425	1,268,680
Depreciation:				
1st January 2020	195,694	326,408	50,589	572,691
Provision for year	28,332	21,423	5,440	55,195
Disposal of Asset				
31st December 2020	224,026	347,831	56,029	627,886
Net book values:				
31st December 2020	548,668	76,730	15,396	640,794
31st December 2019	520,630	89,261	19,652	629,543

8. Freehold Property

In 2004 the freehold of the Tivoli Theatre (19/23 West Borough) was acquired from the Dorset County Council and 25/27 West Borough from the East Dorset District Council, previously both properties had been leased on peppercorn rents. If the buildings ceased to operate for theatre activities, then the properties would return to the local authority Dorset Council.

9. Investments

	2020 £	2019 £
Investments in subsidiaries:		
Shares at cost	<u>1</u>	<u>1</u>

The Company holds 100% of the ordinary share capital of Tivmanco Limited which is a company registered in England (company number 03237197), undertaking trading activities associated with operating the Tivoli Theatre.

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

10. Stocks

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Goods for resale	4,081	4,034	-	-

11. Debtors

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Trade debtors	30	1,077	-	-
Amounts owed by group undertakings	-	-	83,582	30,380
Other Debtors	-	-	-	-
Prepayments and accrued income	13,416	12,924	2,786	1,549
Corporation tax	15,421	-	-	-
	28,867	14,001	86,368	31,929

12. Creditors falling due within one year.

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Trade creditors	6,925	16,693	(86)	682
Amounts owed to group undertakings	-	-	-	-
Other taxes and social security costs	-	27,535	-	-
Accruals and deferred income	288,749	369,378	12,816	14,184
	295,674	413,606	12,730	14,866

13. Commitments

Operating Lease Commitments

As at 31st December 2020 the group had annual commitments under non – cancellable operating leases as follows:

Operating Leases which expire:	2020	2019
	£	£
Within one year	2,912	2,912
Within two and five years	2,790	3,895
	5,702	6,807

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

14. Restricted Funds

When works are completed, the related restricted funds are released in that year. The appropriate adjustment is made between restricted and unrestricted funds. There were no restricted funds in 2020.

15. Unrestricted Funds

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
At 1st January 2020	1,277,041	1,170,101	1,167,396	978,509
Surplus for the year	(44,451)	106,940	21,293	112,832
Transfer between funds			-	76,055
At 31st December 2020	<u>1,232,590</u>	<u>1,277,041</u>	<u>1,188,689</u>	<u>1,167,396</u>
Fixed Asset Reserve	640,794	629,543	640,795	629,544
Designated Reserve	145,000	145,000	145,000	145,000
General Reserve	<u>446,796</u>	<u>502,498</u>	<u>402,894</u>	<u>392,852</u>
	<u>1,232,590</u>	<u>1,277,041</u>	<u>1,188,689</u>	<u>1,167,396</u>

16. Analysis of Group Net Assets between Funds

	General Fund	Designated Funds	Restricted Funds	2020 Total	2019 Total
	£	£	£	£	£
Tangible Fixed Assets		640,794		640,794	629,543
Cash at Bank and in Hand	709,522	145,000		854,522	1,043,069
Other net current assets/liabilities	(262,726)			(262,726)	(395,571)
TOTAL	446,796	785,794		1,232,590	1,277,041

FRIENDS OF THE TIVOLI

NOTES TO THE ACCOUNTS (continued) For the Year Ended 31st December 2020

17. Reconciliation of Net Movement in Funds to Net Cash Flow from Operating Activities

	Group		Charity	
	2020	2019	2020	2019
	£	£	£	£
Net movement in funds	(44,451)	75,885	21,293	(33,760)
Add depreciation charge	55,195	62,483	55,195	62,483
Add 2018 Subsidiary surplus			-	191,592
Deduct Interest Income	(2,347)	(3,884)	(2,347)	(3,884)
Decrease/Increase in Stock	(47)	672		
Decrease/Increase in Debtors	(14,866)	9,494	(54,439)	(17,086)
Decrease/Increase in Creditors	(117,932)	24,256	(2,136)	(3,027)
Total	(124,448)	168,906	17,566	196,318

18. Related Parties

The Charity's wholly owned non-charitable trading subsidiary, Tivmanco Limited, also has its registered office at 19-23 West Borough, Wimborne, Dorset. At the balance sheet date £83,582 was owed to Tivmanco Limited (2019: £30,380 being the balance on the inter-company loan account through which relevant expenses and income are transferred to the charitable company).

FRIENDS OF THE TIVOLI

CHARITY DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2020

	2020		2019	
	£	£	£	£
Income				
Donations and fundraising		104,021		57,505
Covenant Tivmanco		-		191,592
Interest		2,347		3,884
		106,368		252,981
Administrative Expenses				
Fundraising Activities	-		28	
Membership Activities	250		250	
Rates and Water	1,233		3,796	
Insurances	12,646		12,101	
Audit fees	4,065		3,980	
Repairs and maintenance	10,023		10,326	
Irrecoverable VAT	1,650		1,382	
Depreciation	55,195		62,483	
Miscellaneous Expenses	13	85,075	804	95,150
Net Income for the year		21,293		157,831

FRIENDS OF THE TIVOLI
CONSOLIDATED DETAILED INCOME AND EXPENDITURE ACCOUNT
For the Year Ended 31st December 2020

	2020		2019	
	£	£	£	£
Stage Shows and Cinema				
Turnover	328,221		1,134,894	
Paid to performers/promoters and for films	214,392		776,806	
		113,829		358,088
Refreshments				
Turnover	14,808		58,219	
Cost of sales	5,809		20,382	
		8,999		37,837
Bar				
Turnover	13,168		50,162	
Cost of sales	5,398		18,931	
		7,770		31,231
Net takings from theatre		130,598		427,156
Miscellaneous sales and advertising		36,293		103,717
Rent		220		3,566
Donations, gifts, and grants		152,263		57,505
Covenant Tivmanco		-		191,592
Interest receivable		3,622		5,159
		322,996		788,695
Administrative Expenses				
Salaries	195,364		215,460	
Light and heat	15,975		20,118	
Rates and water	1,233		3,796	
Repairs and maintenance	20,718		24,606	
Insurance	12,646		12,101	
Cleaning and toiletries	6,035		13,820	
Motor and travel	180		1,003	
Security	2,715		15,378	
Telephone	3,474		2,942	
Equipment hire, and replacement	2,603		1,490	
Printing, postage stationery and computer	20,081		20,295	
Performing Rights Society (net)	527		-782	
Advertising	15,137		37,127	
Audit fees	8,650		8,459	
Professional Advice	772		12,680	
Bank charges	703		1,701	
Depreciation	55,195		62,483	
Fundraising expenses	-		28	
Transactions & Online Charges	9,239		25,071	
Membership expenses	250		250	
Sundry expenses	2,203		5,001	
Irrecoverable VAT	9,168		12,473	
Corporation tax	(15,421)		25,719	
		367,447		521,219
Profit for the year		(44,451)		267,476
Retained by Tivmanco		-		109,645
Surplus/ Loss for year		(44,451)		157,831