

**ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mr D Stevenson
Mrs N Rumney
Mrs M Rose
Mrs M Hillary
Mrs M Finlay
Mrs G Walker
Mrs S Day
Mrs E Lister
Mrs A Hartshorne Bell
Mrs A Bowe

(Appointed 5 September
2022)

Charity number

1068329

Independent examiner

Gibbons
Brunswick House
Harbour Business Park
Maryport
Cumbria
CA15 8BF

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

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ANNUAL REVIEW

For the 12 months from April 2021 to March 2022

The shop re-started trading on 19th April 2021, after being closed for all of the 2021-2022 financial year due to the Covid epidemic.

Normal activity in the shop resumed at this time, and thanks to the volunteers who were prepared to resume work after receiving their Covid vaccinations.

However, the number of volunteers working for the charity has reduced post Covid, resulting in closure of the shop for some work sessions.

The charity received a Government Grant of £2,667 to support the shop re-opening and resumption of trading activities.

Total turnover for the year was £39,312. This was only 11% less than the highest level for a full year of trading by the Charity that was achieved in the 2019-20 financial year, before the Covid closure. The two 'Pop-up' table Christmas sales, held at the Aspatia RUFC Club, contributed £635 to this turnover figure.

The charity made grants totalling £19,322 during this financial year.

The charity's reserves increased by £12,255 during the year to £41,748 at the year end. This was due to the reduced level of grant applications from community organisations, who submit grant applications to the charity, gradually re-starting their activities after the Covid lockdown was lifted.

It was decided to increase the maximum grant value from £750 to £1,000, due to the build-up of the Charity's reserves.

Prospects.

The shop is now operating normally, although with current reduced opening hours, due to fewer volunteers being available. This is expected to continue for the time being.

Thanks go to all the volunteers who work in the shop, despite Covid.

It is likely that sales from activities outside the shop are likely to increase, thanks to the volunteers who are raising an increasing proportion of the charity's turnover from their efforts, including car table sales and internet sales.

The maximum grant level may be reviewed if the cost of electricity supplied to the shop increases to the very high levels forecast by the supply companies.

Duncan R Stevenson
Chairman

7.11.22

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

I report to the trustees on my examination of the financial statements of Aspatria & District Community Charity Association (the charity) for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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



Tony Hindmoor FCA
Gibbons Chartered Accountants
Brunswick House
Harbour Business Park
Maryport
Cumbria
CA15 8BF

Dated: 28/11/2022

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Unrestricted funds 2021 £
	Notes		
<u>Income and endowments from:</u>			
Donations and legacies	3	2,944	19,730
Other trading activities	4	34,278	1,509
Investments	5	70	75
Other income	6	2,020	223
		<hr/>	<hr/>
Total Income		39,312	21,537
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	7	27,057	14,174
		<hr/>	<hr/>
Net income for the year/ Net movement in funds		12,255	7,363
		<hr/>	<hr/>
Fund balances at 1 April 2021		29,493	22,130
		<hr/>	<hr/>
Fund balances at 31 March 2022		41,748	29,493
		<hr/>	<hr/>

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

All income and expenditure derive from continuing activities.

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		1,240		1,544
Current assets					
Cash at bank and in hand		40,508		27,949	
Net current assets			40,508		27,949
Total assets less current liabilities			41,748		29,493
Income funds					
Unrestricted funds			41,748		29,493
			41,748		29,493

The financial statements were approved by the Trustees on 7/11/2022

DRS Stevenson

Mr D Stevenson
Trustee

Margaret Finlay

Mrs M Finlay
Trustee

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Aspatria & District Community Charity Association is a unincorporated public benefit entity.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's constitutional document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

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

1.4 Income

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

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

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

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

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

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

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

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold building improvements	5 year straight line basis
Fixtures and fittings	20% reducing balance basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

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

1.8 Cash and cash equivalents

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

Basic financial assets

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

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.9 Employee benefits

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

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

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	253	60
Government grants received	2,667	19,670
Membership fees	24	-
	<u>2,944</u>	<u>19,730</u>

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

4 Other trading activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Shop income	32,182	1,481
Sale of scrap clothes	2,096	28
Other trading activities	34,278	1,509

5 Investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	70	75

6 Other income

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Other income	1,962	-
Raffle sales and other fundraising	58	223
	2,020	223

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

7 Charitable activities

	Charitable Expenditure 2022 £	Charitable Expenditure 2021 £
Depreciation and impairment	304	386
Rent	2,280	2,160
Rates and water	360	116
Electricity	1,068	1,239
Insurance	601	505
Waste disposal	582	202
Repairs and renewals	1,164	486
Other running costs	386	63
Accountancy fees	468	444
Health and safety costs	522	169
	<u>7,735</u>	<u>5,770</u>
Grant funding of activities	19,322	8,404
	<u>27,057</u>	<u>14,174</u>

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Total	-	-

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

ASPATRIA & DISTRICT COMMUNITY CHARITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

10 Tangible fixed assets

	Leasehold building improvements	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 April 2021 ¹	3,023	12,358	15,381
At 31 March 2022	3,023	12,358	15,381
Depreciation and impairment			
At 1 April 2021 ¹	3,023	10,814	13,837
Depreciation charged in the year	-	304	304
At 31 March 2022	3,023	11,118	14,141
Carrying amount			
At 31 March 2022	-	1,240	1,240
At 31 March 2021	-	1,544	1,544

11 Related party transactions

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