

Company registration number 03709565

Charity registration number: 1074500

Newent Initiative Trust

(A company limited by guarantee)

Annual Report and Financial Statements

For the Year Ended 31 August 2020

The Practice
Chartered Management Accountants
2 New Street
Ledbury
Herefordshire
HR8 2DX

Newent Initiative Trust

Contents:

| | |
|--|-------------|
| Reference and Administrative Details | Page 3 |
| Trustees' Report | Pages 4 |
| Independent Examiner's Report | Page 5 |
| Statement of Financial Activities | Page 6 |
| Balance Sheet | Page 7 |
| Notes to the Financial Statements | Pages 8- 13 |

The following pages do not form part of the statutory financial statements:

| | |
|--|-------------|
| Statement of financial activities per fund | Pages 14-21 |
|--|-------------|

Newent Initiative Trust
Reference and Administrative Details:

| | |
|-------------------------------------|--|
| Charity Name: | Newent Initiative Trust |
| Charity Registration Number: | 1074500 |
| Company Registration Number: | 3709565 |
| Principal Office: | 36 Broad Street Newent GL18 1AJ |
| Registered Office: | 36 Broad Street Newent GL18 1AJ |
| Trustees: | Mr E Heathfield Mrs Linda Stonyer Mr M S Draper Mr T B Fowler Rev S I V Mason Mrs K Greenwold Mr K Urch Chairman Mrs M J Highton, |
| Secretary: | Mrs Alison Offord |
| Bankers: | Lloyds TSB Bank plc PO Box 1000 BX1 1LT |
| Accountant: | The Practice Andrew Nash FCMA 2 New Street Ledbury HR8 2DX |

Newent Initiative Trust

Trustees' Report:

Trustees' Report for Year Ending 31/08/2020

The Trust, just as many other organisations in the charitable sector had planned for a year of development: this unfortunately changed significantly with the outbreak of COVID.

The challenges faced, although unknown at the time of the initial outbreak, were to totally change the way in which The Trust was to conduct its operations. Normal community practices and youth operations from its centre in Broad Street were curtailed, impacting significantly upon the community that it serves.

The Trust endeavoured to continue to deliver its services from a distance to those families and young people isolated and, in most need, ensuring that by working closely with our community partners the impact of the virus was minimised. Food and gift parcels were prepared and regularly delivered to several vulnerable families, young people, and isolated adults.

The Trust, having been forced to refocus its business, placed its employees on furlough and encouraged its volunteers to support the delivery of Trust's activities in ways in which it best suited the wider community.

With the Centre closed, it provided the ideal opportunity to continue and complete the planned refurbishment of the ground floor of the building, installing new flooring, lighting and kitchen, in anticipation of restrictions being lifted and returning to a new normal way of life.

The Valegro Project is nearing completion, the statue having been cast and the stone plinth completed, it is currently proposed to install this unique sculpture within the setting of Newent's Market Square adjacent to its ancient Market House towards the end of 2020.

The Trust now looks forward to achieving another of its objectives, that of working with local youth organisations to fund and construct a multi-wheeled skatepark facility.

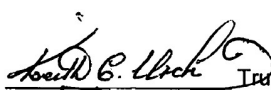
Funding remains a priority but during these difficult times, income from funders is naturally restricted as financial support has justifiably been repurposed for support of COVID related activities.

Fortunately, through the support of The Trust's team and their significant efforts we should be able to continue to provide our much-valued services in the months and years to come.

Small Company Provisions

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

Approved by The Board and signed on its behalf

Mr K Urch  Trustee

Keith C .Urch

Chair of Trustees

Newent Initiative Trust

23rd August 2021

Independent Examiner's Report to the Trustees of Newent Initiative Trust

I report on the accounts of the company for the year ended 31 August 2020, which are set out on pages 5 to 12.

Respective responsibilities of trustees and examiner:

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- Examine the accounts under section 145 of the 2011 Act;
- Follow the procedures laid down in the General Directions given by the Charity Commission under section 145 (5)(b) of the 2011 Act; and
- State whether particular matters have come to my attention.

Basis of independent examiner's report:

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view'; therefore, this report is limited to those matters set out in the statement below.

Independent examiner's statement:

In connection with my examination no matter has come to my attention:

- 1) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charitieshave not been met; or
- 2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Andrew Nash FCMA
The Practice

Andrew Nash FCMA
The Practice
2 New Street, Ledbury, HR8 2DX

Newent Initiative Trust

Statement of Financial Activities (including Income and Expenditure Account) for the Year ended 31 August 2020

| | Note | Unre- stricted Funds £ | Restricted Funds £ | Total Funds 2020 £ | Total Funds 2019 £ |
|---|------|---------------------------------|--------------------------|-----------------------------|-----------------------------|
| Incoming resources | | | | | |
| Incoming resources from generated funds | | | | | |
| Voluntary Income | 2 | 1,389 | 23,206 | 24,595 | 78,653 |
| Investment income | 4 | — | 80 | 80 | 920 |
| Incoming resources from charitable activities | 5 | 1,385 | 1,811 | 3,196 | 22,766 |
| Total incoming resources | | <u>2,774</u> | <u>25,096</u> | <u>27,870</u> | <u>102,339</u> |
| Resources expended | | | | | |
| Charitable activities | 6 | — | 27,262 | 27,262 | 91,641 |
| Total resources expended | | <u>—</u> | <u>27,262</u> | <u>27,262</u> | <u>91,641</u> |
| Net movement in funds | | 2,774 | -2,166 | 608 | 10,698 |
| Reconciliation of funds | | | | | |
| Total funds brought forward | | <u>38,209</u> | <u>116,310</u> | <u>154,519</u> | <u>143,818</u> |
| Total funds carried forward | | 40,983 | 114,144 | 155,127 | 154,519 |

Newent Initiative Trust (Registration number: 03709565)

Balance Sheet as at 31 August 2020

| | | 2020 | | 2019 | |
|---|------|--------|---------|--------|---------|
| | Note | £ | £ | £ | £ |
| Fixed Assets | | | | | |
| Tangible assets | 11 | | 107,260 | | 110,611 |
| Current Assets | | | | | |
| Cash at bank and in hand | | 48,761 | | 44,802 | |
| Creditors: Amounts falling due within one year | 12 | -894 | | -894 | |
| Net Current Assets | | | 47,867 | | 43,908 |
| Net Assets | | | 155,127 | | 154,519 |
| The Funds of the Charity: | | | | | |
| Restricted Funds | | | 114,145 | | 116,308 |
| Unrestricted funds | | | | | |
| Unrestricted income funds | | | 40,982 | | 38,211 |
| Total Charity funds | | | 155,127 | | 154,519 |


For the financial year ended 31 August 2019, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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

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 and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Approved by the Board on 23rd August and signed on its behalf by

Mr K Urch  Trustee

Keith C. Urch
Chair of Trustees
Newent Initiative Trust
23rd August 2021

Newent Initiative Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

1. Accounting Policies

Basis of preparation:

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (SORP 2005)', issued in March 2005, the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006.

Fund accounting policy:

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Further details of each fund are disclosed in Note 15.

Incoming resources:

Grants that provide core funding or are of a general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Investment income is recognised on a receivable basis.

Income from charitable activities includes income recognised as earned (as the related goods or services are provided) under contract or where entitlement to grant funding is subject to specific performance conditions. Grant income included in this category provides funding to support programme activities and is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Resources expended:

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Costs of generating funds are the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs on an indirect nature necessary to support them.

Fixed assets:

Individual fixed assets costing £500 or more are initially recorded at cost.

Depreciation:

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Freehold Property 2% straight Line basis

Newent Initiative Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

Continued ...

Investment properties:

Certain of the charity's properties are held for long-term investment. Investment properties are accounted for in accordance with FRSSE, as follows:

This treatment as regards the charity's investment properties may be a departure from the requirements of the Companies Act concerning the depreciation of fixed assets. However, these properties are not held for consumption but for investment and the trustees consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

2. Voluntary income

| | Unre- stricted Funds | Restricted Funds | 2020 | 2019 |
|-------------------------------|----------------------------|---------------------|---------------|---------------|
| | £ | £ | £ | £ |
| Donations and legacies | | | | |
| Other grants & donations | 1,389 | 22,461 | 23,850 | 75,935 |
| Grants | | | | |
| Grants from public bodies | — | 745 | 745 | |
| | <u>1,389</u> | <u>23,206</u> | <u>24,595</u> | <u>75,935</u> |

3. Grants receivable

| | Unre- stricted Funds | Restricted Funds | Total Funds 2020 | Total Funds 2019 |
|---------------------------|----------------------------|---------------------|------------------------|------------------------|
| | £ | £ | £ | £ |
| Grants from public bodies | | 745 | 745 | 2,718 |
| Other grants & donations | <u>1,385</u> | | <u>1,385</u> | <u>19,458</u> |
| | <u>1,385</u> | <u>745</u> | <u>2,130</u> | <u>22,176</u> |

Newent Initiative Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

Continued ...

4. Investment Income

| | Unre- stricted Funds | Restricted Funds | Total Funds 2020 | Total Funds 2019 |
|---------------------------|----------------------------|---------------------|------------------------|------------------------|
| | £ | £ | £ | £ |
| Rental income | | 80 | 80 | 920 |
| Interest on cash deposits | | | | |
| | | 80 | 80 | 920 |

5. Incoming resources from charitable activities

| | Unre- stricted Funds | Restricted Funds | Total Funds 2020 | Total Funds 2019 |
|--|----------------------------|---------------------|------------------------|------------------------|
| | £ | £ | £ | £ |
| Grants from Public Bodies | | | | |
| Other grants and donations | 1,385 | 1,509 | 2,894 | 19,189 |
| Activities in furtherance of the charitable objectives | | 301 | 301 | 3,577 |
| | 1,385 | 1,811 | 3,196 | 22,766 |

6. Total resources expended

| | Charitable activities | Total |
|---------------------------------------|--------------------------|--------|
| | £ | £ |
| Direct Costs | | |
| Grants Paid Out | 12716 | 12716 |
| Young Careers | -6124 | -6124 |
| Youth Club | 9710 | 9710 |
| Cost of goods sold | 2,635 | 2,261 |
| Employment costs | 0 | 0 |
| Telephone | 330 | 330 |
| Insurance | 0 | 0 |
| Light & Heat | 1637 | 1637 |
| Cleaning | 539 | 539 |
| Repairs and maintenance | 0 | 0 |
| Printing, posting and stationery | 100 | 100 |
| Subscriptions and donations | 0 | 0 |
| Sundry and other costs | 95 | 95 |
| Legal and professional costs | 2273 | 2273 |
| Depreciation of tangible fixed assets | 3,351 | 3,351 |
| | 27,262 | 27,262 |

Newent Initiative Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

Continued ...

7. Trustees' remuneration and expenses

No trustees received any remuneration during the year.

8. Net income/(expenditure)

Net income/Expenditure is stated after charging

| | 2020 | 2019 |
|---------------------------------------|--------------|--------------|
| | £ | £ |
| Depreciation of tangible fixed assets | <u>3,351</u> | <u>3,351</u> |

9. Employees' remuneration

The average number of persons employed by the charity (including trustees) during the year was as follows:

The average number of persons employed by the charity (including trustees) during the year was as follows:

| | 2020 | 2019 |
|-----------------------|----------|----------|
| Charitable activities | <u>7</u> | <u>7</u> |

The aggregate payroll costs of these persons were as follows:

| 2020 | 2019 |
|--------------|---------------|
| £ | £ |
| <u>9,710</u> | <u>15,808</u> |

No employee received enrolments of more than £60,000 during the year (2018 – No.0)

10. Taxation

The company is a registered charity and is, therefore, exempt from taxation.

Newent Initiative Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

Continued ...

11. Tangible Fixed Assets

| | Freehold interest in land and build- ings (including heritage assets) £ | Fixtures fittings and equipment £ | Total £ |
|--------------------------|---|---|------------|
| Cost | | | |
| As at 31st August 2019 | 167,560 | 7,733 | 175,293 |
| Depreciation | | | |
| As at 1st September 2019 | 56,949 | 7,733 | 64,682 |
| Charge for the year | 3,351 | - | 3,351 |
| As at 31st August 2020 | 60,300 | 7,733 | 68,033 |
| | - | - | - |
| Net book value | | | |
| | - | - | - |
| As at 31st August 2019 | 110,611 | - | 110,611 |
| As at 31st August 2020 | 107,260 | - | 107,260 |

12. Creditors : Amounts falling due within one year

| | 2019 £ | 2018 £ |
|----------------------------|-----------|-----------|
| Accruals & deferred income | 894 | 894 |

13. Members' Liability

The liability of each member in the event of a winding up is limited to £1

Newent Initiative Trust

Notes to the Financial Statements for the Year Ended 31 August 2020

Continued ...

14. Related Parties

Controlling entity

The charity is controlled by the trustees who are all directors of the company.

15. Analysis of Funds

| | At 1 Sep- tember 2019 | Incoming Re- sources | Re- sources Ex- pended | At 31 Au- gust 2020 |
|-----------------------------------|-----------------------------|-------------------------|---------------------------------|---------------------------|
| | £ | £ | £ | £ |
| General Funds | | | | |
| General Funds (unrestricted) | 13,611 | 1,385 | 3,376 | 11,620 |
| Restricted Funds | | | | |
| Chillout Zone | 127,690 | 26,735 | 28,553 | 125,872 |
| Joe Meek Events | 579 | — | — | 579 |
| Valegro | 18,916 | -250 | -6,829 | 25,495 |
| Chess | 200 | — | — | 200 |
| Youth Activity | 4,500 | — | — | 4,500 |
| Community Plan Update | — | — | — | — |
| International Friendship Group | 407 | — | — | 407 |
| Kitchen Thriving Communities | -13,566 | — | 2,161 | -15,727 |
| Community Centre maintenance fund | — | — | — | — |
| Repair Café | 473 | — | — | 473 |
| Skate Park | 1,708 | — | — | 1,708 |
| | 140,907 | 26,485 | 23,885 | 143,507 |

16. Net assets by fund

| | Unre- stricted Funds | Restricted Funds | Total Funds 2020 | Total Funds 2019 |
|---|----------------------------|---------------------|------------------------|------------------------|
| | £ | £ | £ | £ |
| Tangible assets | | 107,260 | 107,260 | 110,611 |
| Current assets | 46,056 | 2,704 | 48,760 | 44,801 |
| Creditors: Amounts falling due within one year | -894 | — | -894 | -894 |
| Net Assets | 45,162 | 109,964 | 155,126 | 154,518 |

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

| | General Fund (Unre- stricted) | General Fund (Unre- stricted) |
|---|-------------------------------------|-------------------------------------|
| | 2020 | 2019 |
| | £ | £ |
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | 1,385 | 19998 |
| Investment income | | |
| Incoming resources from charitable activities | | |
| Total incoming resources | <u>1,385</u> | <u>19,998</u> |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | <u>3,376</u> | <u>24074</u> |
| Total resources expended | <u>3,376</u> | <u>24,074</u> |
| Net movements in funds | -1,991 | -4,076 |
| Reconciliation of funds | | |
| Total funds brought forward | <u>13,611</u> | <u>17,686</u> |
| Total funds carried forward | <u><u>11,620</u></u> | <u><u>13,611</u></u> |

This page does not form part of the statutory financial statements

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

continued...

| | Chillout Zone 2020 £ | Chillout Zone 2019 £ |
|---|-------------------------------|-------------------------------|
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | 26,354 | 40,747 |
| Investment income | 80 | 920.00 |
| Incoming resources from charitable activities | 301 | 3,444 |
| Total incoming resources | <u>26,735</u> | <u>45,111</u> |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | <u>28,553</u> | <u>31,736</u> |
| Total resources expended | <u>28,553</u> | <u>31,736</u> |
| Net movements in funds | -1,818 | 13,375 |
| Reconciliation of funds | | |
| Total funds brought forward | <u>127,690</u> | <u>114,314</u> |
| Total funds carried forward | <u><u>125,872</u></u> | <u><u>127,689</u></u> |

This page does not form part of the statutory financial statements

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

continued...

| | Joe Meek Events 2020 £ | Joe Meek Events 2019 £ |
|---|---------------------------------|---------------------------------|
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | | |
| Investment income | | |
| Incoming resources from charitable activities | | |
| Total incoming resources | | |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | | |
| Total resources expended | | |
| Net movements in funds | | |
| Reconciliation of funds | | |
| Total funds brought forward | 579 | 579 |
| Total funds carried forward | 579 | 579 |

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

continued...

| | Valegro 2020 £ | Valegro 2019 £ |
|---|----------------------|----------------------|
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | | |
| Investment income | | |
| Incoming resources from charitable activities | 6,829 | 33,757 |
| Total incoming resources | <u>6,829</u> | <u>33,757</u> |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | 250 | 18628.47 |
| Total resources expended | <u>250</u> | <u>18,628</u> |
| Net movements in funds | 6,579 | 15,129 |
| Reconciliation of funds | | |
| Total funds brought forward | <u>18,916</u> | <u>3787</u> |
| Total funds carried forward | <u><u>25,495</u></u> | <u><u>18,916</u></u> |

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

continued...

| | Chess 2020 £ | Chess 2019 £ |
|---|--------------------|--------------------|
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | | |
| Investment income | | |
| Incoming resources from charitable activities | | |
| Total incoming resources | | |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | | |
| Total resources expended | | |
| Net movements in funds | | |
| Reconciliation of funds | | |
| Total funds brought forward | 200 | |
| Total funds carried forward | 200 | 200 |

This page does not form part of the statutory financial statements

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

continued...

| | Youth Activ- ity 2020 £ | Youth Activ- ity 2019 £ |
|--|----------------------------------|----------------------------------|
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | | |
| Investment income | | |
| Incoming resources from charitable activi- ties | _____ | _____ |
| Total incoming resources | _____ | _____ |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | _____ | _____ |
| Total resources expended | _____ | _____ |
| Net movements in funds | | |
| Reconciliation of funds | | |
| Total funds brought forward | 4500 | 4500 |
| Total funds carried forward | 4,500 | 4500 |

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

continued...

| | Interna- tional Friendship Group 2020 £ | Interna- tional Friendship Group 2019 £ |
|---|--|--|
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | | |
| Investment income | | |
| Incoming resources from charitable activities | | |
| Total incoming resources | <hr/> | <hr/> |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | | |
| Total resources expended | <hr/> | <hr/> |
| Net movements in funds | | |
| Reconciliation of funds | | |
| Total funds brought forward | 407 | 407 |
| Total funds carried forward | 407 | 407 |

Newent Initiative Trust
Statement of financial activities, by fund,
for the Year Ended 31 August 2020

continued...

| | Skate Park 2020 £ | Skate Park 2019 £ |
|---|-------------------------|-------------------------|
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | | |
| Investment income | | |
| Incoming resources from charitable activities | | |
| Total incoming resources | <hr/> | <hr/> |
| Resources expended | | |
| Costs of general funds | | |
| Costs of generating voluntary income | | |
| Charitable activities | | |
| Total resources expended | <hr/> | <hr/> |
| Net movements in funds | | |
| Reconciliation of funds | | |
| Total funds brought forward | <hr/> 1,708 | <hr/> 1,708 |
| Total funds carried forward | <hr/> 1,708 <hr/> | <hr/> 1,708 <hr/> |

This page does not form part of the statutory financial statements