

REGISTERED COMPANY NUMBER: 04107491 (England and Wales)
REGISTERED CHARITY NUMBER: 1087176

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021
FOR
THE KINGS ARMS (PETERSFIELD)

Traviss & Co Ltd
Chartered Accountants
Newtown House
38 Newtown Road
Liphook
Hampshire
GU30 7DX

THE KINGS ARMS (PETERSFIELD)
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 March 2021

	Page
Chairperson's report	1
Report of the Trustees	2 to 8
Independent Examiner's Report	9
Statement of Financial Activities	10
Balance Sheet	11 to 12
Notes to the Financial Statements	13 to 24

THE KINGS ARMS (PETERSFIELD)

CHAIRPERSON'S REPORT FOR THE YEAR ENDED 31 March 2021

We are pleased to report this year that the charity has received amazing support from our local communities of Alton and Petersfield and that, despite the lockdown, the work has continued at a pace. The needs of young people for friendship, mental health support and personal challenge are being wonderfully met by the many volunteers, supporters and staff who have stepped up a gear in their provision, which we are proud to present to you.

The Trustees have worked hard on managing risk in this operation and at the same time celebrated the generous provision of finance, our amazingly committed volunteers and the professionalism of our staff. The Rev Andrew Micklefield from Alton has joined the Board and we thank him for his knowledge and involvement in the Alton scene.

A local friend and consultant Marsh Moyle has led the Board and staff teams through a process of identifying how our Christian values might affect the content and delivery of our provision. We also recognise the special contribution made by the people and specifically the trades in Alton. So many businesses and individuals have given days of unpaid work to transform the building on Vicarage Hill, which has been bought by the Town Council specifically to lease to King's Arms in order to reach out to the Alton youth. The Anglican Diocese of Winchester has also funded our work into Alton College. Indeed thank you to all our sponsors especially the local Churches, your generosity is so appreciated.

With two refurbished centres up and running we have many people to thank. Ted Dowdeswell, a long serving Trustee, saw his wish fulfilled that the KA would own its own building in Petersfield. Ted thank you so much for all your effort and for producing at least a dozen models of possible designs, whilst you helped the board explore different sites before 20 Dragon Street became the one we were to purchase. You will be missed by all but do enjoy your well-earned retirement. I also wish to thank Nicholas Vergette for all the professional legal advice he has provided, Steve Elder and Trustee Richard Emmens who led us through the building work. To Clare Pilkington who has also retired from the board this year, thank you so much Clare for your commitment and the good sense you brought to our deliberations and for helping us produce great policies.

Joining us on the staff team we have new youth workers, Sarah, Mark, and Martha who completed a training year with us before joining the team. Huge thanks to all the staff for continuing youth work throughout the Covid lockdown. Like many people you will have had enough of working on screens, but many thanks and well done! Mandy thank you for your passion and creativity, you are always a safe pair of hands. Jen for your organisational and graphics skills and Charlie for your enthusiasm and ensuring the well being of our young people.

Regular weekly assistance with the finance has been faithfully provided by Lis and Christine and Will has made an amazing contribution as the Office Manager, solving many of the challenging issues caused by changing buildings, through from WiFi to sorting the excessive water bill, thank you. Special thanks to the Little Family Trust who have supported us so well, which turned our new building into a reality and in doing so has transformed the lives of so many young people, thank you again!

Finally my appreciative thanks to our CEO Caroline for continuing to lead us in this project, serving the young people in Alton and Petersfield and enabling us to bring hope and to unlock potential wherever we can.

Thank you to everyone who reads this report and continues to journey on with us into whatever the future holds for this amazing project.

John Callaghan,
Chair of Trustees



22 Dec 2021

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 March 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity as set out in the memorandum of association are:

'the advancement of education and training so as to increase the physical, mental and spiritual capacities of young people under 25 years and where appropriate other members of the community so that they may grow to full maturity as responsible individuals and members of society, and that their conditions of life may be improved.'

The aims of the Kings Arms are to facilitate young people to:

- feel positive about themselves
- feel valued as individuals
- be supported to make wise, informed decisions
- have a safe and fun space to meet
- be part of a community to which they contribute
- have opportunities to talk and discover meaning in life

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 March 2021

OBJECTIVES AND ACTIVITIES

Significant activities

With the unexpected invasion of Covid-19 we started the new financial year in April 2020 in lockdown, having already realised that face to face work was becoming unsafe and our clubs presented obvious opportunities for the virus to spread. Schools had limited access to young people, social spaces were closing, some staff were vulnerable, ill or living with people with symptoms, and just ahead of government intervention our physical interactions ceased quite abruptly.

Our immediate mission was to meet the needs of the young people in our locality and suddenly the many and varied needs that we were addressing shifted to a whole new set of issues with lockdown. For example life at school was no longer an issue for those who were socially anxious or bullied. Likewise young people on the edge of neglect due to working parents now often had their unstinting physical proximity. However it was clear that other desperate consequences might occur.

We knew we must alter our delivery to meet the situation. Much work was carried out on our website to make it attractive and user-friendly and allow greater access. We began by offering content on our website and daily Instagram in order to show that we as an organisation were still active and available. Each day the blog delivered a collection of materials which included fun and games, inspiration, ideas for exercise, crafts and daily challenges. There were other bodies delivering similar content (which we utilised) but the point for us was to keep connected with the young people we knew, showing the reassuringly familiar faces of our youth workers. We started off using links to existing clips eg Youtube but we soon realised this was not personable enough and so we made our own short videos which were not slick but much more relatable.

Meanwhile we were trying to formulate the right protocols for engaging with young people in this new climate. We did not consider it safe to contact young people directly without their parent/carer's permission. This was a significant but wholly justifiable obstacle. It was paramount to our safeguarding and the sustainability of our work with the young people.

After some research we added a "Let's chat" option to our website which enabled the young people themselves to contact us directly. We manned this chat facility every week day and had a small amount of take up. We needed to make contact in order to let the young people know how they could access us. So we attempted to contact all of the families on all of our programmes. Where we had previous engagement with parents/carers the response was significant and we were able to help some of the families of our young people with support and signposting. We arranged and delivered food bank parcels and resources such as puzzles and games.

We continued to attempt to make contact with all the young people on our programmes in order to invite them to online provision. We looked at various platforms and decided that Zoom would be the best and the safest but it did require the owner of the account to be over 18 and so would need to be through a parent/carer. Other platforms were not felt secure enough.

From the end of April we started Zoom sessions where the young people interacted and had fun. Games such as Pictionary using the white board option, scavenger hunts and guessing games are all popular and gave us the opportunity to talk about how they are feeling and how they are coping. We offered 14 Zoom groups over the week while still offering the 1:1 chat option on our website and a daily Instagram post. Most of the Zoom sessions were limited to 40 minutes and had on average 6 young people attending.

As the first lockdown eased we knocked on doors and put more consent forms through letter boxes in order to generate some engagement with those who we considered particularly vulnerable, few of the open access cohort had joined in with Zoom. We made and delivered packs of a handwritten postcard and sweets to break through the isolation that some might be feeling and to maintain connection for when we could resume face to face work. This exercise allowed us to have some very important conversations with parents and young people where we provided doorstep support and a listening ear. On reflection we believed that those who needed vital support made contact with us.

For a few weeks in June/July 2020 we were able to do some face to face work outside as government advice allowed. It took place outdoors in the courtyard area of our new Petersfield location at 20 Dragon Street purchased in March 2020.

As restrictions eased work building work resumed in both our new buildings as we planned towards officially opening our new youth centres with a socially distanced flourish in September 2020. The pandemic brought many challenges but we are a small organisation with minimal bureaucracy; we were able to be flexible and responsive and this has stood us in good stead during this crisis.

As we approached September 2020 we were hopeful that we had seen the worst of the lockdown and could hope for a greater easing of restrictions but little did we know that the virtual dexterity we had developed would continue to be vital and that the pandemic would persist in disrupting all our plans. The distancing and isolating aspect of fighting Covid struck at the very heart of what we try to achieve with the young people - connection.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 March 2021

OBJECTIVES AND ACTIVITIES

During the summer of 2020 we had the delightful but monumental task of moving out of the old building in Petersfield and setting up in two new buildings, one in Petersfield the other in Alton. This proved challenging in the face of Covid with staff and workmen having to isolate periodically, and the supply of materials needed being inconsistent.

Due to Covid we were unable to open the new buildings with the fanfare that we would have liked. It was our 20th Anniversary and the extensive plans we had outlined for our launches before Covid had to be shelved. It was a dampener to be unable to involve the young people in setting up their new space. However over this year as the young people have been allowed to trickle in, in person, we have had the joy of introducing them to the buildings and noting their thrill and gratitude at the realisation that these places are for them.

In the autumn term, when it was clear that we were unable to open up our After-school provision, we decided that if the young people couldn't come to us, we would try something new and go to them. Two DNA students joined us at this point, and in total the teams went out and did detached work on 14 occasions and had 147 interactions, we were able to reconnect with young people that we had previously supported as well as start conversations with those new to The King's Arms. A clear message came through from the young people "when will you be open again?". Although frustrating that we had no clear answer for them, it was reassuring that they wanted to reconnect and missed their KA time.

We also continued with our Zoom groups to connect with the young people. The take up compared to 'in person' sessions was lower but the sessions we had were worthwhile and valuable for those young people attending, keeping them connected into a safe community where they felt validated and supported. New referrals increased for those requiring mental health support.

During the next term and where Covid restrictions allowed (in line with NYA guidance) we were able to have face to face sessions with a limited number of young people and by invitation only in our new buildings. Our priority had to be to be a safe space for everyone but where the young people could be themselves. Our Open Access was not able to look anything like our previous offering but as we adjusted to our new normal we still tried to create the same safe, supportive, fun feel that KA is well known for. In a world full of rules, we wanted the centre to be a place full of laughter, activities and learning where it was easy for our young people to choose to follow the guidelines.

As we adapted to changing government guidelines we prioritised some in-person 'support' sessions around anxiety and personal mentoring. We ran our Remind course in the after school slot, which helped young people understand and consider strategies and tools that help them manage their anxiety. We invited young people who have been attending our zoom groups for a taster of After School in the centres in a controlled way. Some of our attendees opened up and are very grateful for the support and attention.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 March 2021

ACHIEVEMENT AND PERFORMANCE

We believe our effectiveness lies in the quality of our connection with the youth and this of course is relatively intangible to measure. A local social worker recently said, speaking of East Hampshire, "When it comes to early intervention there is literally nothing in the area, Kings Arms is all we have." Early intervention and prevention work are sparse throughout the nation because outcomes that can be linked to prevention are hard to prove and so do not attract funding.

When our programme leaders were asked what were some of the highlights of achievement over the year here were some of their comments:

- Being in lockdown gave the opportunity in the first few months to do a comprehensive needs assessment for all young people attending KA, this really helped us to prioritise the work we were doing.
- We worked with The Free Food Shop, food bank and other agencies to make sure our most vulnerable families had regular food parcels each week.
- The Children's Society worked with us on zoom to deliver a well-being workshop for young carers which we followed up with six weeks of wellbeing activities being sent out to the young people.
- We also worked with The Phoenix Theatre and had a young Actor join us on Zoom to work with the young people on storytelling, this workshop ended with a YouTube video of the young people's work.
- We were really pleased that the majority of our Supersonics groups joined us on zoom.
- We were purchased a laptop from The Lions which went out to one young carer to enable her to zoom with her teachers and do her school work.
- We worked with local schools to help vulnerable young people to access school during lockdown.
- We created a new programme called Elevate - a mix of group and 1:1 mentoring. Across the 5 Elevate groups we provided 1:1 support for 18 young people, whilst at the same time allowing for group discussions and bonding exercises. The young people benefitted from peer support and in a world where everyone felt isolated, this small group connection was vital for those young people.
- Our group mentoring programme had to be constantly revised for the ever-changing COVID regulations and whether we were delivering it online or in person. It was an unsettling time for all and the team had their own challenges at home, but they stepped up, upskilled and adapted the programmes to maintain high quality learning and a place to share and be understood.
- The highlight would have to be when they were allowed back into the building in November 2020, although we had to maintain social distancing we did it with KA style and the aid of a giant inflatable banana and the "banana rule".
- It was great that we ran a Remind (managing anxiety) course in HSDC Alton and worked on building relationships in the College, developing this new project despite huge challenges.
- Youthlink Evaluation quote: The ability and determination of the King's Arms staff and the Youthlink team have been quite exemplary. Recent staff restructuring has allowed the charity to respond to the evolving and increasing demands for its programmes in two hubs. The Youthlink project has been active during this time and continues to grow in drawing together connections through difficult times for the benefit of young people.
- Parent quote: "S" has been enjoying the sessions with Kings Arms and it has been fantastic to see her go from only wanting to do audio to now actually doing visual. It's been very beneficial so far. Thank you for your continued support.
- Parent quote: "F" was buzzing after the Zoom meeting, she enjoyed it so much and it really engaged her. Thank you to you all for these Zoom meetings, they are a light for "F" in her weeks of shielding.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities on page 10 of the financial statements shows net expenditure for the year of £12,250 (2020: net income £508,673). The current year includes the cost of repairs to the Petersfield Property which were required prior to its opening and for which a significant amount of funding was held at the beginning of the year. The previous year included exceptional income of £450,000 received from the Little Trust towards the cost of the new building and a realised gain on the disposal of the investments of £66,816.

Reserves carried forward at 31/03/2021 are as follows:

Restricted £nil (2020 : 57,189)

Unrestricted £1,080,830 (2020: 1,035,891)

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 March 2021

FINANCIAL REVIEW

Principal funding sources

The Kings Arms is funded across a number of sources. Funds are received from local, district and County councils, local schools, churches, Big Lottery, Children in Need, Hampshire and Isle of Wight Community Foundation, individual donors, trust funds, Councillor grants, local businesses and organisations. A detailed list of these is on page 26 of the financial statements.

Reserves policy

The Trustees have examined the charity's requirements for reserves in the light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 3 and 6 months of the expenditure. The target is currently between £90,000 and £181,000. The reserves are needed to meet the working capital requirements of the charity in the event of a drop in funding. We have been able to set aside funds to the reserve this year, and the Trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding.

Going concern

The accounts have been prepared on a going concern basis and even though Covid 19 has impacted on the services provided, the staff have adapted to working remotely with the children and have embraced all the technology available to them. The staff have remained enthusiastic about the work they are doing whether it be remotely or face to face and can see the benefits to the children of continuing the service in this way. Because of this we see no issue with going concern over the next year and continue to chase all funds available.

FUTURE DEVELOPMENTS

Services

We continue to follow Government Guidelines in our work as directed by NYA (National Youth Agency) and move from each Covid alert level as required ensuring that the safety of our young people and their families remains first and foremost in our minds. We are excited at the prospect of two fully functioning vibrant new centres offering our full range of services but also continuing to be responsive to emerging needs of young people.

Buildings

With the major elements of building works complete and allowing our centres to be operational we start to look towards phase 2 for each of our centres. We need proper heating in Alton and need to develop the courtyard space and toilets in Petersfield. We continue to find resolution to some drainage and water egress challenges.

Staffing

Our future plans are to employ an additional youth worker for the Alton centre as a main lead, and we are developing 4 interns to support youth work and encourage increased numbers of young people in our centres. The full staff team are a credit to the charity and we look forward to a time when there will be some additional capacity in the system.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company limited by guarantee, incorporated on 14 November 2000 and registered as a charity on 26 June 2001. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as members of the Management Committee. The Articles of Association require that one third of the members retire each year. If the number of members is not divisible by three then the number nearest to one third shall retire. If the vacancy arising from the retirement is not filled, the retiring trustee, if willing to act, shall be deemed to have been reappointed.

Trustees have been selected for the skills and experience they can bring to the charity so when a vacancy arises someone with knowledge and expertise that is required to complement the skills of the other trustees is sought as a candidate. All Trustees give their time voluntarily and received no benefits from the charity.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 March 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

Caroline Aeschliman is the Chief Executive and she is assisted by 12 members of staff. The programme managers are all on permanent contracts while the project staff are all on fixed term contracts funded through their projects. The Chief Executive presents a report to the trustees at their meetings. Some of the trustees have specific areas of expertise that she can draw on at any time between meetings. The managers for each project are asked to give a written or verbal report to the trustees on their work on a regular basis and have direct access to the trustees if they require it.

Related parties

On reviewing our Conflict of Interest policy we report that our Chief Executive Caroline Aeschliman is the daughter of Ted Dowdeswell, a Trustee, who resigned on 25th January 2021. We do not believe this has impacted on the performance of the Charity and Ted has always abstained from any Trustee decisions relating to Caroline. Caroline and her husband Tim have also given accommodation to two interns who have worked at The King's Arms this year and been paid £1,500.

Risk management

The trustees meet every six weeks and throughout the year devoted much time to reviewing policies and creating systems to mitigate the impact of key risks. Caroline Aeschliman, the Chief Executive, worked closely with the trustees to inform us of the risks she has perceived and what action is needed to be taken. The risk register is reviewed at each trustees meeting.

There are sub committees for Personnel, Governance and Buildings; each of these have been very active in the year. The Personnel committee undertake interviews for new staff on behalf of the trustees and have been updating the staff handbook. The governance committee continues with the regular reviews of policies. The Buildings Committee is moving to a place of maintenance only with regular updates with the office manager.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04107491 (England and Wales)

Registered Charity number

1087176

Registered office

20 Dragon Street
Petersfield
Hampshire
GU31 4JJ

Trustees

J F Callaghan
Mrs A C Deakin
E W Dowdeswell (resigned 25.1.21)
S J Field
R Emmens
Mrs C L Pilkington (resigned 30.9.21)
Rev A Micklefield (appointed 25.1.21)

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 March 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

M J Traviss FCA
Chartered accountant
Traviss & Co Ltd
Chartered Accountants
Newtown House
38 Newtown Road
Liphook
Hampshire
GU30 7DX

Approved by order of the board of trustees on 22 December 2021 and signed on its behalf by:



J F Callaghan - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE KINGS ARMS (PETERSFIELD)**

Independent examiner's report to the trustees of The Kings Arms (Petersfield) ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2021.

Responsibilities and basis of report

As the charity's trustees of the 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 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 your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Chartered accountant 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.



M J Traviss FCA
Chartered accountant
Traviss & Co Ltd
Chartered Accountants
Newtown House
38 Newtown Road
Liphook
Hampshire
GU30 7DX

Date: 22/12/21

THE KINGS ARMS (PETERSFIELD)

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 March 2021**

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	75,293	325,334	400,627	704,245
Other trading activities	3	3,250	100	3,350	6,283
Investment income	4	204	-	204	980
Other income		30,256	-	30,256	7,824
Total		109,003	325,434	434,437	719,332
EXPENDITURE ON					
Raising funds		1,192	2,099	3,291	3,057
Charitable activities					
Costs of providing charitable activities		32,698	370,524	403,222	252,943
Other		40,174	-	40,174	21,475
Total		74,064	372,623	446,687	277,475
Net gains on investments		-	-	-	66,816
NET INCOME/(EXPENDITURE)		34,939	(47,189)	(12,250)	508,673
Transfers between funds	16	10,000	(10,000)	-	-
Net movement in funds		44,939	(57,189)	(12,250)	508,673
RECONCILIATION OF FUNDS					
Total funds brought forward		1,035,891	57,189	1,093,080	584,407
TOTAL FUNDS CARRIED FORWARD		1,080,830	-	1,080,830	1,093,080

The notes form part of these financial statements

THE KINGS ARMS (PETERSFIELD) (REGISTERED NUMBER: 04107491)

BALANCE SHEET
31 March 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	9	1,117,254	-	1,117,254	1,116,297
CURRENT ASSETS					
Debtors	10	47,652	-	47,652	7,808
Cash at bank and in hand		189,885	22,032	211,917	294,331
		<u>237,537</u>	<u>22,032</u>	<u>259,569</u>	<u>302,139</u>
CREDITORS					
Amounts falling due within one year	11	(46,066)	(22,032)	(68,098)	(325,356)
NET CURRENT ASSETS		<u>191,471</u>	<u>-</u>	<u>191,471</u>	<u>(23,217)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,308,725</u>	<u>-</u>	<u>1,308,725</u>	<u>1,093,080</u>
CREDITORS					
Amounts falling due after more than one year	12	(227,895)	-	(227,895)	-
NET ASSETS		<u>1,080,830</u>	<u>-</u>	<u>1,080,830</u>	<u>1,093,080</u>
FUNDS	16				
Unrestricted funds				1,080,830	1,035,891
Restricted funds				-	57,189
TOTAL FUNDS				<u>1,080,830</u>	<u>1,093,080</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

THE KINGS ARMS (PETERSFIELD) (REGISTERED NUMBER: 04107491)

BALANCE SHEET - continued
31 March 2021

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

The financial statements were approved by the Board of Trustees and authorised for issue on ²²December 2021 and were signed on its behalf by:



J F Callaghan - Trustee

The notes form part of these financial statements

THE KINGS ARMS (PETERSFIELD)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 March 2021

I. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Income

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

Donated services and facilities are included at the value to the charity where this can be quantified. The value of gifts in kind are included at a price that would be paid on the open market.

Grants received in the year that relate to a period after the year end are treated as deferred income at the year end.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Costs of providing charitable activities comprise all expenditure identified as wholly or mainly attributable to achieving the objects of the charity. These costs include staff costs, attributable support costs and an apportionment of general overheads. Other costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements. Salary costs not attributable directly to providing charitable activities are allocated to other costs.

Transfer of costs from unrestricted to restricted funds

All project salaries are allocated against restricted grant income and donations received for a particular project. A proportion of the Chief Executive's time and overheads are allocated against the restricted projects (funds) where possible.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- not provided
Fixtures & Fittings	- 33% on cost
Computer equipment	- 50% on cost

Taxation

As a non-profit making body, the Charity believes that it is exempt from all the forms of taxation other than value added tax.

Fund accounting

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

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

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

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

1. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Going concern

The trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that The Kings Arms has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the charity's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations from supporters and local businesses	58,249	43,316
Donations from local churches	9,303	10,555
Gift aid	5,077	5,264
Trusts	49,075	505,000
Grants	278,923	140,110
	<u>400,627</u>	<u>704,245</u>

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Fundraising events	3,184	2,324
Tuckshop income	66	1,169
Attendance charges	100	1,710
Services fees	-	1,080
	<u>3,350</u>	<u>6,283</u>

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

4. INVESTMENT INCOME

	2021	2020
	£	£
Deposit account interest	204	980
	<u>204</u>	<u>980</u>

5. NET INCOME/(EXPENDITURE)

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

	2021	2020
	£	£
Depreciation - owned assets	4,003	1,971
Other operating leases	27,367	35,855
	<u>27,367</u>	<u>35,855</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

7. STAFF COSTS

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

	2021	2020
	13	11
Employees	<u>13</u>	<u>11</u>

No employees received emoluments in excess of £60,000.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	49,888	654,357	704,245
Other trading activities	4,573	1,710	6,283
Investment income	980	-	980
Other income	7,824	-	7,824
Total	<u>63,265</u>	<u>656,067</u>	<u>719,332</u>
EXPENDITURE ON			
Raising funds	1,264	1,793	3,057
Charitable activities			
Costs of providing charitable activities	29,403	223,540	252,943

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
Other	21,475	-	21,475
Total	52,142	225,333	277,475
Net gains on investments	66,816	-	66,816
NET INCOME	77,939	430,734	508,673
Transfers between funds	853,545	(853,545)	-
Net movement in funds	931,484	(422,811)	508,673
RECONCILIATION OF FUNDS			
Total funds brought forward	104,407	480,000	584,407
TOTAL FUNDS CARRIED FORWARD	<u>1,035,891</u>	<u>57,189</u>	<u>1,093,080</u>

9. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures & Fittings £	Computer equipment £	Totals £
COST				
At 1 April 2020	1,110,000	6,256	6,715	1,122,971
Additions	-	4,817	1,489	6,306
Disposals	-	(2,200)	(248)	(2,448)
At 31 March 2021	<u>1,110,000</u>	<u>8,873</u>	<u>7,956</u>	<u>1,126,829</u>
DEPRECIATION				
At 1 April 2020	-	1,255	5,419	6,674
Charge for year	-	2,354	1,649	4,003
Eliminated on disposal	-	(854)	(248)	(1,102)
At 31 March 2021	<u>-</u>	<u>2,755</u>	<u>6,820</u>	<u>9,575</u>
NET BOOK VALUE				
At 31 March 2021	<u>1,110,000</u>	<u>6,118</u>	<u>1,136</u>	<u>1,117,254</u>
At 31 March 2020	<u>1,110,000</u>	<u>5,001</u>	<u>1,296</u>	<u>1,116,297</u>

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Trade debtors	47,652	7,607
Other debtors	-	201
	<u>47,652</u>	<u>7,808</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Bank loans and overdrafts (see note 13)	14,066	-
Other loans (see note 13)	-	260,000
Social security and other taxes	383	-
Other creditors	-	638
Accruals and deferred income	44,592	55,034
Accrued expenses	9,057	9,684
	<u>68,098</u>	<u>325,356</u>

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

	2021	2020
	£	£
Bank loans (see note 13)	<u>227,895</u>	<u>-</u>

13. LOANS

An analysis of the maturity of loans is given below:

	2021	2020
	£	£
Amounts falling due within one year on demand:		
Bank loans	14,066	-
Other loans	-	260,000
	<u>14,066</u>	<u>260,000</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>60,426</u>	<u>-</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	167,469	-

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

14. LEASING AGREEMENTS

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

	2021 £	2020 £
Within one year	-	12,875
In more than five years	163,911	173,044
	<u>163,911</u>	<u>185,919</u>

15. SECURED DEBTS

The following secured debts are included within creditors:

	2021 £	2020 £
Bank loans	241,961	-
Other loans	-	260,000
	<u>241,961</u>	<u>260,000</u>

The bank loan balance is a 15 year mortgage re 20 Dragon Street and is secured on the property.

The loan balance at 31/03/2020 which represented a deferred payment due in respect of 20 Dragon Street Petersfield was secured on the property. The charge was released 2 June 2020 when the deferred payment was made.

16. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	1,035,891	34,939	10,000	1,080,830
Restricted funds				
Building costs fund	57,189	(47,189)	(10,000)	-
TOTAL FUNDS	<u>1,093,080</u>	<u>(12,250)</u>	<u>-</u>	<u>1,080,830</u>

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	109,003	(74,064)	34,939
Restricted funds			
Building costs fund	90,595	(137,784)	(47,189)
Open Access - After School and Evenings and Online services			
(HIWCF, Big Lottery, Petersfield Town Council, CAF, personal and organisation donations)	25,732	(25,732)	-
Special Needs			
(HCC Short Breaks)	21,350	(21,350)	-
Young Carers			
(Big Lottery, Hampshire County Council, personal and organisation donations)	59,762	(59,762)	-
Personal Support (including PASRIN)	655	(655)	-
Alton Development			
(Alton Town Council and EHDC Supporting communities)	25,000	(25,000)	-
Mentoring and Inclusion			
(OPCC Aspire, EHDC Supporting Communities, BBC Children in Need, HIWCF)	35,214	(35,214)	-
Alton Building			
(EHDC, personal, church and organisation donations)	34,256	(34,256)	-
Youthlink			
(Big Lottery)	24,098	(24,098)	-
Journeys - Alton College Project			
(Parish of the Resurrection)	8,772	(8,772)	-
	<u>325,434</u>	<u>(372,623)</u>	<u>(47,189)</u>
TOTAL FUNDS	<u>434,437</u>	<u>(446,687)</u>	<u>(12,250)</u>

THE KINGS ARMS (PETERSFIELD)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
Unrestricted funds				
General fund	104,407	77,939	853,545	1,035,891
Restricted funds				
Building costs fund	480,000	427,189	(850,000)	57,189
Alton Development				
(Alton Town Council and EHDC Supporting communities)	-	(1,955)	1,955	-
Petersfield Building				
(EHDC Supporting Communities and Councillor grants, AHF, SDNP CIL, Bernard Sunley, personal and organisation donations)	-	5,000	(5,000)	-
Youthlink				
(Big Lottery)	-	500	(500)	-
	<u>480,000</u>	<u>430,734</u>	<u>(853,545)</u>	<u>57,189</u>
TOTAL FUNDS	<u>584,407</u>	<u>508,673</u>	<u>-</u>	<u>1,093,080</u>

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	63,265	(52,142)	66,816	77,939
Restricted funds				
Building costs fund	450,000	(22,811)	-	427,189
Open Access - After School and Evenings and Online services				
(HIWCF, Big Lottery, Petersfield Town Council, CAF, personal and organisation donations)	58,989	(58,989)	-	-
Special Needs				
(HCC Short Breaks)	23,744	(23,744)	-	-
Young Carers				
(Big Lottery, Hampshire County Council, personal and organisation donations)	33,232	(33,232)	-	-
Personal Support (including PASRIN)	509	(509)	-	-
Alton Development				
(Alton Town Council and EHDC Supporting communities)	25,453	(27,408)	-	(1,955)
Mentoring and Inclusion				
(OPCC Aspire, EHDC Supporting Communities, BBC Children in Need, HIWCF)	37,310	(37,310)	-	-
Petersfield Building				
(EHDC Supporting Communities and Councillor grants, AHF, SDNP CIL, Bernard Sunley, personal and organisation donations)	6,150	(1,150)	-	5,000
Alton Building				
(EHDC, personal, church and organisation donations)	7,843	(7,843)	-	-
Youthlink				
(Big Lottery)	12,837	(12,337)	-	500
	<u>656,067</u>	<u>(225,333)</u>	<u>-</u>	<u>430,734</u>
TOTAL FUNDS	<u>719,332</u>	<u>(277,475)</u>	<u>66,816</u>	<u>508,673</u>

THE KINGS ARMS (PETERSFIELD)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	104,407	112,878	863,545	1,080,830
Restricted funds				
Building costs fund	480,000	380,000	(860,000)	-
Alton Development				
(Alton Town Council and EHDC Supporting communities)	-	(1,955)	1,955	-
Petersfield Building				
(EHDC Supporting Communities and Councillor grants, AHF, SDNP CIL, Bernard Sunley, personal and organisation donations)	-	5,000	(5,000)	-
Youthlink				
(Big Lottery)	-	500	(500)	-
	480,000	383,545	(863,545)	-
TOTAL FUNDS	584,407	496,423	-	1,080,830

THE KINGS ARMS (PETERSFIELD)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021**

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	172,268	(126,206)	66,816	112,878
Restricted funds				
Building costs fund	540,595	(160,595)	-	380,000
Open Access - After School and Evenings and Online services				
(HIWCF, Big Lottery, Petersfield Town Council, CAF, personal and organisation donations)	84,721	(84,721)	-	-
Special Needs				
(HCC Short Breaks)	45,094	(45,094)	-	-
Young Carers				
(Big Lottery, Hampshire County Council, personal and organisation donations)	92,994	(92,994)	-	-
Personal Support (including PASRIN)	1,164	(1,164)	-	-
Alton Development				
(Alton Town Council and EHDC Supporting communities)	50,453	(52,408)	-	(1,955)
Mentoring and Inclusion				
(OPCC Aspire, EHDC Supporting Communities, BBC Children in Need, HIWCF)	72,524	(72,524)	-	-
Petersfield Building				
(EHDC Supporting Communities and Councillor grants, AHF, SDNP CIL, Bernard Sunley, personal and organisation donations)	6,150	(1,150)	-	5,000
Alton Building				
(EHDC, personal, church and organisation donations)	42,099	(42,099)	-	-
Youthlink				
(Big Lottery)	36,935	(36,435)	-	500
Journeys - Alton College Project				
(Parish of the Resurrection)	8,772	(8,772)	-	-
	<u>981,501</u>	<u>(597,956)</u>	<u>-</u>	<u>383,545</u>
TOTAL FUNDS	1,153,769	(724,162)	66,816	496,423

THE KINGS ARMS (PETERSFIELD)

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 March 2021

16. MOVEMENT IN FUNDS - continued

Name of restricted fund, nature and purpose of the fund:

New Building Petersfield (incorporating building costs fund) - funds towards the purchase of and building works at the Petersfield Youth Centre.

Open Access - providing activities after school, in the evenings, or holidays in a safe place to meet with friends, have fun, and have access to experienced youth workers for advice and guidance.

Special Needs: having a club night for young people with Autism or Downs Syndrome at their pace with organised activities that help socialisation and independence while giving parents some respite.

Young Carers: giving respite to young people who are caring for a relative by providing the opportunity to meet with other carers and have some fun in clubs or on trips, or getting support one to one or in groups.

Mentoring (incorporating inclusion) - supporting young people either one to one or in groups, in or outside school to develop their self-belief, emotional resilience and positive relationships.

Youthlink (and volunteering) - strategically bringing together key people, supporting practitioners and volunteers who provide services for young people and giving opportunities for young people to have a voice.

Personal Support: - financial support from local grants for particular individuals in times of need.

Alton Development - costs to facilitate the King's Arms to set up new youth hub and provide youth services in Alton,

New Building Alton - funds towards the building works at Alton youth centre,

Journeys - work into Alton College supported by the Anglican Diocese of Winchester.

17. RELATED PARTY DISCLOSURES

As disclosed in the trustees report, the Chief Executive is a daughter of Ted Dowdeswell, a trustee, who resigned 25 January 2021. Mr Dowdeswell did not make any Trustee decisions regarding the Chief Executive.