



South West Academy of Fine and Applied Arts
(A company limited by guarantee)

Report and Financial Statements Year ending 31 March 2023

Charity number 1087350

Company number: 04243361

The South West Academy of Fine and Applied Arts.

Report of The Trustees for the year ending 31st March 2023.

The Trustees are pleased to present their annual directors' report together with the financial statements for the year ended 31st March 2023 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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) (as amended for accounting periods commencing 1st January 2016).

Foreword

The year from April 2022 to the end of March 2023 saw The Academy, along with other organisations, re-establishing itself post-covid and facing up to further global financial restraints.

During the year we had turnover amongst The Trustees at such levels we have not experienced before.

The major highlight was a members' only exhibition at the prestigious Falmouth Art Gallery, Cornwall.

Monthly Report.

April 2022.

April saw the annual South West Academy Spring Exhibition at The Brownston Gallery, Modbury. Catherine Gillen, owner, selected the work for this show at the 2021 Academy Open. This exhibition also included the work of Marcelle Milo-Grey who won the Brownston Gallery prize that year. The end of April saw the set-up of the annual Delamare exhibition and the artists' pre-view day.

May 2022.

The Delamore members' exhibition was well received again with very good footfall and record sales. We thank Phil Clayton for leading the set-up of the exhibition, the many helpers and those who stewarded to make the exhibition possible. We thank David Woodford, Gavin and Nicky Dollard and all the team at Delamore for their enthusiastic support. As ever Simon Butler, SWAc Trustee, produced an excellent catalogue illustrating members' work and we thank him for his unstinting efforts to support our Academy.

June 2022.

We were delighted to hold our annual "party" on collection day at the end of Delamore. Members brought a tremendous variety of food, and we were pleased to see so many long standing and new Academicians with their partners attending.

The Academy Room, at Kennaway House, continued to be open on Tuesday and Wednesday each week and Vicky Johns continues to use the space as our gallery, office, storage facility and drop-off point for members' exhibition work.

July 2022.

During July Vicky was busy organising the application to HMRC for Gift Aid. Vicky and Phil Creek also attended the regional Arts and Culture East Devon (ACED) meeting to represent the membership.

August 2022.

This period was spent managing The Academy Room and planning and preparing for the forthcoming exhibition at Falmouth Art Gallery.

September 2022.

The Academy Exhibition "Light in the West" or "Golow y'n West" took place at Falmouth Art Gallery thanks to the direct connections and arrangements set up by Jonathon Coudrille. Over 50 Academicians took part, and many commented it was one of the best SWAc exhibitions ever.

Although it was hoped to arrange group travel to the exhibition and a celebratory dinner prior to the PV numbers were insufficient for this.

The attendance at the PV were still good and a number of members and their partners enjoyed dinner together at a local restaurant after the PV.

October/November 2023.

During October selection was made for The Open Exhibition and we were pleased entries were over 500 and equal to previous years.

The Open Exhibition was held at Kennaway House again. Footfall was very good, and a record number of sales were made.

During the Open Exhibition we held the membership selection and were delighted to elect new members Robert Dudley, Adrian Edwards, Patrick Haughton, Nadezhda Lisak and Karen Popham.

January 2023.

At the AGM following Mark Fielding's earlier resignation, Sarah Huline-Dickens, Jenny Pymont, Sue Luxton, Jonathon Coudrille and Ann Jones all resigned their Trustee positions. We began 2023 with only 7 Trustees and at the AGM we confirmed the previous appointment of the new Chair Jan Phethean (interim for six months) and Treasurer Debbie Coles (interim for six months) but no new Trustees.

Louis Victory made a presentation at The AGM describing a planned review of the work of SWAc to be led by the new management team.

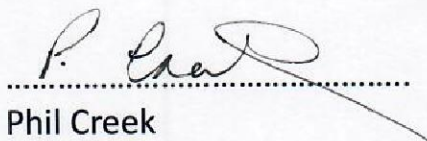
February/March 2023

During this period, it was decided that the review would not go ahead, and Debbie Coles, Jan Phethean and Louis Victory resigned as Trustees. Louis Victory emailed members directly to explain the reasons for this on March 12, 2023.

As no new Trustees were recruited at The AGM this left The Academy with only four remaining Trustees, Andrew Baker, Simon Butler, Phil Creek and Alison Summerfield.

These remaining Trustees decided that they would share the role of Chair as the committee was now so small. Phil Creek took on the role of Hon Treasurer to oversee The Academy accounts.

The trustees' report was approved on 14th December 2023 and signed on behalf of the board of trustees by:


Phil Creek
Trustee

Structure, Governance and Management

Governing Document

The charity is a company limited by guarantee (number 04243361) and was incorporated on 29th June 2001. It was registered with the Charity Commission (registration number 1087350) on 4th July 2001. The company was established under a Memorandum of Association which describes the objects and powers of the charitable company, and it is governed under its Articles of Association. Individuals, who must be members of the company, are usually elected to the Board of Trustees (the Council) by the company sitting in general meeting. Alternatively, they may be appointed by members of the Council provided two thirds of the members of the Council support their appointment. One third of their number retires by rotation each year and are eligible for re-election. In furtherance of our charitable objects (see below), it is the company's policy that the Council is responsible for setting the overall strategy and policies of the organisation, and all matters pertaining to general administration.

Charitable Objects and strategy

SWAc charitable objects as defined by the Memorandum and Articles of Association can be found on the Charity Commission website.

How Our Activities Deliver Public Benefit

The Board of Trustees have complied with their duty under section 17(5) of the Charities Act 2011 to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties. The trustees are satisfied that the aims, objectives and activities of the charity meet with the terms of this guidance.

Reference and administrative details

Charity number:	1087350	Company number:	04243361
Registered Office:	Kennaway House, Coburg Road, Sidmouth, Devon EX10 8NG		

Our advisers

Independent Examiner:	Lee Bingham	72 Beacon Lane, Exeter, Devon EX4 8LW
Bankers:	HSBC plc	250 High Street, Exeter, Devon, EX4 3PZ

Directors and trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law. The trustees and officers serving during the year and since the year end were as follows:

Key management personnel SWAc: Trustees' and Directors

Elected trustees:	S M Butler
	P Creek
	A Baker
	A Jones (resigned 1st February 2023)
	J Pymont (appointed 4th October 2023)
	D Coles (resigned 10th February 2023)
	J Phethean (resigned 10th February 2023)
	J Coudrille (resigned 4th February 2023)
	S Huline-Dickens (resigned 1st February 2023)
	S Luxton (resigned 1st February 2023)
	A Summerfield
	L Victory (resigned 10th February 2023)
	G Shillito (appointed 29th March 2023)
	D Norman (appointed 31st March 2023)
	A Cotton (appointed 17th August 2023)

Secretary V Johns

Financial Review & Reserves Policy**Reserves policy**

The reserves policy specifies that SWAc should have sufficient funds available to cover any outstanding liabilities.

The charity's free reserves, as disclosed on the balance sheet, were £27,182 at 31st March 2023 and had no outstanding liabilities.

Investment policy

Surplus funds are held in a HSBC higher-interest charity account specifically designed to maximise returns, and will be reviewed during 2023/24.

Risk Management

The trustees have also conducted their own review of the major risks to which the charity is exposed, and systems have been established to minimise these risks. A risk management review will be conducted on an annual basis.

Trustees' and examiners respective responsibilities

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

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general directions given by the charity Commission (under section 145(5)(b) of the Charities Act), and
- to state whether particular matters have come to my attention.

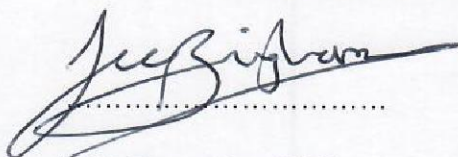
Basis of independent examiner's statement

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

Independent examiner's statement

In connection with my examination, no material matter has come to my attention which gives reasonable cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.



14th December 2023

Lee Bingham
ACCA Part Qualified
Beacon House, 72 Beacon Lane, Beacon Heath Exeter EX4 8LW

**Statement of Financial Activities
for year ending 31 March 2023**

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Income:					
Donations and legacies	3	9,623	-	9,623	763
Income from charitable activities:					
Exhibition income		34,445	-	34,445	40,146
Income from other trading activities:					
Membership fees		6,108	-	6,108	20,961
Investment income		24	-	24	1
Total income		50,200	-	50,200	61,871
Expenditure					
Expenditure on charitable activities:					
Charitable expenditure	4	45,818	-	45,818	47,451
Other	4	280	-	280	250
Total expenditure		46,098	-	46,098	47,701
Net income/(expenditure) and net movement in funds for the year		4,102	-	4,102	14,170
Reconciliation of funds					
Total Funds brought forward		23,080	-	23,080	8,910
Total funds carried forward		27,182	-	27,182	23,080

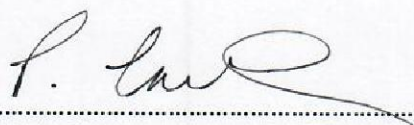
The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

Balance Sheet as at 31st March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	6	0	0
Total Fixed Assets		<u>0</u>	<u>0</u>
Current assets			
Debtors	7	0	0
Cash at bank and in hand		27,432	23,330
Total Current Assets		<u>27,432</u>	<u>23,330</u>
Liabilities			
Creditors falling due within one year	8	(250)	(250)
Net Current assets		<u>27,182</u>	<u>23,080</u>
Net assets		<u>27,182</u>	<u>23,080</u>
The funds of the charity:			
Unrestricted income funds	12	27,182	23,080
Total charity funds		<u>27,182</u>	<u>23,080</u>

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006. The directors acknowledge their responsibility 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.

These financial statements were approved on 14th December 2023 and signed on behalf of the board by:



Phil Creek
Trustee

Statement of Cash Flows for year ending 31 March 2023

	Note	2023	2022
		£	£
Cash used in operating activities	13	4,102	14,553
Cash flows from investing activities			
Purchase of Equipment		-	-
Cash provided by (used in) investing activities		-	-
Cash flows from financing activities			
Cash used in financing activities		-	-
Increase (decrease) in cash and cash equivalents in the year		4,102	14,553
Cash and cash equivalents at the beginning of the year		23,330	8,777
Total cash and cash equivalents at the end of the year		<u>27,432</u>	<u>23,330</u>

Notes on the accounts

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

No restatements were required. In accordance with the requirements of FRS 102 a reconciliation of opening balances is provided.

a) Preparation of the accounts on a going concern basis

The trustees are of the view that the immediate future of the Trust for the next 12 to 18 months and that on this basis the charity is a going concern.

b) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

c) Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated

item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

d) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity.

f) Expenditure and irrecoverable VAT

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

g) Tangible fixed assets

Individual fixed assets costing £500 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis as follows:

Asset Category	Annual rate
Equipment	20%

h) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

i) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

j) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

k) Financial instruments

The Academy only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2 Legal status of the Academy

The Academy is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to a maximum of £10 per member of the charity.

3 Income from Donations & Legacies

	2023 £	2022 £
Donations & Gift Aid	9,623	763
	9,623	763

SWAc benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

4 Analysis of expenditure on charitable activities

	2023	2022
	£	£
Charitable activities		
Artists' and exhibition fees	29,054	27,978
Administration costs	11,447	10,520
Office expenses	5,211	3,910
Charity Donations	0	5,000
Bank charges	106	43
Total	45,818	47,451
	2023	2022
	£	£
Other		
Independent examiner's fees	280	250

5 Corporation Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

6 Tangible fixed assets

	Total £
Cost:	
As at 1 April 2022	553
Additions	-
As at 31 March 2023	553
Depreciation:	
As at 1 April 2022	553
Charge for the year	0
As at 31 March 2023	553
Net book value	
As at 1st April 2022	0
As at 31st March 2023	0

7 Debtors

	2023 £	2022 £
Prepayments & Accrued Income	<u>0</u>	<u>0</u>

8 Creditors: amounts falling due within one year

	2023 £	2022 £
Other creditors & accruals	<u>250</u>	<u>250</u>

9 Post-balance sheet events

The Trustees have confirmed that there are no post balance sheet events.

10 Related parties

There have been no related party transactions in the period requiring disclosure

11 Controlling entity

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

12 Analysis of movements in unrestricted funds

	1st April 2022 £	Income £	Expenditure £	31st March 2023 £
General fund	<u>23,080</u>	<u>50,200</u>	<u>46,098</u>	<u>27,182</u>

13 Reconciliation of net movement in funds to net cash flow from operating activities

	2023	2022
	£	£
Net movement in funds	4,102	14,170
Add back depreciation charge	0	0
Deduct interest income shown in investing activities	-	-
Decrease (increase) in stock	-	-
Decrease (increase) in debtors	0	383
Increase (decrease) in creditors	-	-
Net cash used in operating activities	<u><u>4,102</u></u>	<u><u>14,553</u></u>

The South West Academy of Fine & Applied Arts

Statement of Financial Activities year ended 31st March 2023

Income	2023	2022
Event Income	34,445	40,146
Donations & Gift Aid	9,623	763
SWAC Membership Fees	6,108	20,961
Other Income	0	0
	<u>50,175</u>	<u>61,870</u>
Other Income		
Bank Interest Received	24	1
Total Income	<u>50,200</u>	<u>61,871</u>
Expenses		
Artists Payments	19,990	17,157
Exhibition Costs	9,064	10,821
Administrator Costs	11,447	10,520
Office Expenses	5,211	3,910
Charity Donations	0	5,000
Auditor/accountant	280	250
Bank Charges	106	43
Total Expenditure	<u>46,098</u>	<u>47,701</u>
Net Surplus/(Deficit)	<u><u>4,102</u></u>	<u><u>14,170</u></u>