

REGISTERED COMPANY NUMBER: 03941287 (England and Wales)

REGISTERED CHARITY NUMBER: 1089084

CHARITY COMMISSION

**Report of the Trustees and
Financial Statements for the Year Ended 31 March 2021
for
The Regent (Christchurch) Limited**

TC Group
10 Bridge Street
Christchurch
Dorset
BH23 1EF

The Regent (Christchurch) Limited

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The Regent (Christchurch) Limited

Reference and Administrative Details for the Year Ended 31 March 2021

Trustees	Mrs L Kirkman Mrs S I Woodward Mr C C Root Appointed as Vice Chairman 12/4/2019 Mr G Trinder Appointed as Chairman 12/4/2019 Mr L P Del-Nevo Mr N D Sandham Mr P V Stevens Mr M Goldsmith
Company secretary	Mrs J M Townend
Registered office	51 High Street Christchurch Dorset BH23 1AS
Registered company number	03941287 (England and Wales)
Registered charity number	1089084
Auditors	TC Group 10 Bridge Street Christchurch Dorset BH23 1EF

The Regent (Christchurch) Limited (Registered number: 03941287)

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 objects of the charity, as set out in its Memorandum of Association, are to entertain and advance the education of the public, through the promotion of the arts, in particular but not exclusively, by the provision of film and theatre presentations at public performances.

Principal activities include a diverse programme of live performances involving community presentations and high-quality touring events, together with a wide-ranging film and satellite programme. Additionally, 35mm film projection equipment has been reinstalled during the enforced closure period, which will allow traditional film to be screened, providing a premium specialised experience. The Board will continue to offer cinematic and entertainment services at prices significantly below commercial ones and will seek to enhance the social community experience of those attending all events.

A Board objective is to enhance the quality of life of residents by bringing high quality arts events, such as opera and drama live broadcasts from internationally acclaimed companies as part of the programme, and to provide educational activities and material to enhance their understanding and knowledge of such events.

The charity continues to pursue its objects vigorously. To meet its financial challenges over the coming year, without revenue funding support, battling the global recession and increased competition, the Trustees have adopted the following overall aim to ensure future viability. This has been underpinned by a substantial refurbishment and technical investment in the venue, enhancing the period features of the 90-year-old building, whilst offering the very best presentation customer experience.

To establish the Regent as the venue of choice in the BCP conurbation, and a cultural hub for Christchurch and the wider environs.

Our Mission Statement is designed to simplify and focus our ambitions and reflect the future:

1. To provide a professionally run venue for the performance of theatre, music and film.
2. To act as the cultural centre for Christchurch and the surrounding areas.
3. To ensure that visitors to the Regent Centre enjoy the very best customer experience.
4. To encourage and maintain the opportunity for volunteers to support the arts.
5. To develop public access to the performing arts by an appropriate marketing strategy.
6. To enable the development and expansion of the venue by fund-raising and grant applications.

A business objective for the Board has been to improve the regulatory upholding of the Regent, including investment in staff and volunteer training to ensure that patrons receive the very best experience. Despite the pandemic, the following activities have continued throughout the last 12 months, sometimes facilitated through electronic medium.

Board meetings are being held on a monthly basis, with the Finance and Working Party Committees meeting regularly.

Informal and formal meetings are held between the Board and senior management on a weekly basis.

Modernising the constitutional framework of the Regent.

Modernising the IT infrastructure and software programmes to offer efficiency improvements.

Ensuring good internal communication between Board, volunteers, and staff, through Zoom and physical meetings.

To ensure that the newly restored and refurbished venue is maintained and cleaned to the highest standards.

To maintain COVID compliance as necessary.

The Regent (Christchurch) Limited (Registered number: 03941287)

Report of the Trustees for the Year Ended 31 March 2021

Objectives and activities

Significant activities

The Board seek to enhance the quality of life of local-residents and those in the wider BCP conurbation, by bringing high quality arts events, such as opera and drama live broadcasts from internationally acclaimed companies as part of the programme of screen presentation. Additionally, the latest releases and offerings from the more esoteric and classic film catalogues are being developed. A high-quality mix of live entertainment such as amateur dramatics, music, comedy, and speech which traditionally enjoys favourable support.

During the year the Regent has operated with a substantially reduced programme of events, caused by the Government enforced closure of the Regent, relating to the Covid pandemic. The building was only opened to the public for three weeks during the reporting period, and this was essentially a film only offering.

The Board wish to record their appreciation for the Government furlough scheme, and to the BFI for providing a business continuity grant. Additional grants have also been flowed down from the Government through BCP Council to assist the venue during the closure period. The grants will allow the Regent to reopen in a similar financial position to that pre-Covid.

Public benefit

The Regent Centre relies on ticket sales, studio hire, bar, and coffee bar sales income to cover its operating costs. In setting the level of fees, charges and commissions, the Trustees have had regard to Charity Commission guidance on public benefit and have considered the accessibility of the theatre and its services.

Concessionary prices for the elderly are applied to almost every event, the exceptions being only those events when the price-setting is outside our control and is applied by a promoter or organiser.

Use of the Regent Centre by the less able has always been a major consideration by the Trustees. During the closure period, a small team has expended substantial effort talking with suppliers of lift and staircase enhancement equipment to make the building more accessible to less-able patrons. Currently, funding and grant options to help facilitate these projects is underway.

Volunteers

Volunteers are crucial and central to the continuing viability of the charity. Volunteers undertake duties in box office, front of house service, duty management, the information centre and the ancillary catering activities. Essentially:

1. This level of involvement generates a sense of community ownership of the charity and increases the charity's profile in the area.
2. The costs of replacing volunteer sessions with paid staff at the national minimum wage would amount to additional operating costs of around £220,000.

Achievement and performance

Charitable activities

The Regent had been growing year-on-year, with 2019/20 being the best year of operation since inception. The period covering 2020/21 has conversely realised a minimal number of tickets sold, due to the Covid Pandemic. Alongside all other cinema and theatre operators in the UK, it will take some time to build back audiences to pre-pandemic levels.

The Regent reviews its feedback from customers by accessing the attendance of performances, by speaking with patrons after an event, by email and by online reviews such as Google, Facebook, and Trip Advisor. It has been recorded that since refurbishment, the number of complaints from patrons relating to seating comfort has been eliminated.

Fundraising activities

The charity raises £1 per ticket sale towards the development fund. All fundraising is undertaken in accordance with The Code of Fundraising Practice including dealing with any complaints. No complaints were received in the year ended 31 March 2021.

The Regent (Christchurch) Limited (Registered number: 03941287)

Report of the Trustees for the Year Ended 31 March 2021

Financial review

Financial position - Charitable income and expenditure

Income from the cinema and theatrical promotions decreased by £890,007 (being 97%) from the prior year. The year ending 31 March 2020 saw an increased popularity of film at the Regent, a good climate of the film industry and careful programming to suit the customer needs. However, the year ending 31 March 2021 was severely impacted by the pandemic and subsequent government lockdowns and restrictions. This has also been reflected by the fall in other income from charitable activities.

Additional support has been received in the year by way of;

- a) Coronavirus Job Retention Scheme income of £89,773 which is recognised within other income.
- b) Government grants of £284,094.

Variable charitable expenditure in the year has followed the same trend as the charitable income whereas semi variable costs have been reduced where possible.

There was an overall surplus of £9,824 this year compared to the previous years surplus of £178,749. During the year The Regent (Christchurch) Ltd has utilised its excess surplus via new seating and carpets in the auditorium. By reinvesting into the facilities, this maintains and enhances the high level of service provided to the public.

The notional donation from BCP Council decreased from £77,128 in the prior year to £75,823.

Last year £19,861 was accrued under the terms of the old lease which represented 10% of the profits for the financial year ending 31 March 2020. This was deemed to be no longer payable by the BCP and has therefore been de-recognised on the balance sheet.

External funding

The trustees are grateful for the continuing support of the Local Authority (BCP) in terms of assistance towards rent and building maintenance. A 25-year lease has now been signed with BCP, which will provide long term stability to the Company, and provide confidence when capital sums are being expended on refurbishment and enhancement works.

There was no material fund raising objectives during the year although the charity continues to collect a modest voluntary contribution from patrons to fund future development of the theatre building.

Reserves policy

At the end of the year unrestricted free reserves amounted to £649,627 (2020 - £400,921) and restricted reserves amounted to £169,755 (2020 - £408,637). These reserves are held for use on other projects around the Regent Centre such as maintenance and renewal work, as well as booking entertainment and promotional costs to increase customer awareness and activity. The board is committed to maintaining a reserve holding of £100,000 at all times with any surplus being available for drawing by The Regent Centre.

The total development fund showed a decrease of £223,824 in the year, with the final balance as at the year end being £159,778. The Regent Development fund is held for projects to improve the Regent and secure it for the future. This decrease was in relation to the large refurbishment costs incurred within the year for new seating and new carpets for the auditorium.

The current reserves are considered to be sufficient for the Regent Centre to continue in operation.

The Regent (Christchurch) Limited (Registered number: 03941287)

Report of the Trustees for the Year Ended 31 March 2021

Financial review

Financial and risk management objectives and policies

The charity has a comprehensive risk management strategy, comprising:

- a) Fire Risk Assessment, reviewed continually.
- b) Health and Safety and Operational Risk Assessment, reviewed continually.
- c) Financial, viability and compliance Risk Assessment, reviewed continually.
- d) Insurance cover is reviewed annually

Each of these identifies and classifies levels of risk and sets out actions and strategies to reduce risk and/or minimise impact.

Major factors identified in each area, include:

- a) Ensuring a continuing awareness of effective evacuation procedures in the event of fire, which have been addressed through revision of procedures and training programmes. Fire Service operational procedures have been negotiated with the Fire Authority to provide the responsive service we need to have in place.
- b) Health and Safety policies and procedures have been drawn up with the part-time services of a Health and Safety professional, who works with the charity on an ongoing basis. BCP Council also provide quarterly health and safety inspections as part of their agreement. The stage is a particularly hazardous area, for which detailed working procedures have been drawn up, and implemented. Other hazards for the public and staff are identified, and remedial or preventative action is being undertaken on an ongoing basis. The assessment was revised and adopted by the Board in July 2007 and is reviewed continually.
- c) Increasing competition in the area is a continuing challenge. Our actions to minimise this risk are to reinforce and check barring clauses with artists' managements, regularly review programmes of local venues against our own, and to be constantly innovative and vigilant in programming to attempt to remain ahead of the competition.
- d) The continuation of digital cinema has revolutionised the ability to present a greatly increased range of feature films and show relays, which has been met with enthusiastic audience response and increased attendances. An additional benefit is the ability to run cinema and stage shows 'back-to-back' and therefore increase the numbers of events offered. The widening of the cinematic offering through classic and esoteric screenings is being introduced to attract a wider and younger audience.
- e) The Board recognises the importance of the heritage asset of the historic Regent premises and has undertaken a significant restoration of the foyer and auditorium in the 2020/21 financial year. Additional expenditure has been afforded on all new stage 'hemp' systems and new high technology eco-friendly lighting. The cinema museum housed within the projection suite to celebrate cinemas of the past within the conurbation. 35mm traditional fully operational film projection exists alongside the state-of-the-art digital equipment, and regular guided public tours are arranged to enjoy the asset. During the closed period, new cinema sound equipment has been installed to ensure the offering at the Regent is comparable with local commercial cinema operators.

The Regent (Christchurch) Limited (Registered number: 03941287)

Report of the Trustees for the Year Ended 31 March 2021

Future plans

The Trustees will continue to work with the Manager and staff team on new initiatives. The following actions will, it is hoped, contribute to a continuing improvement in the financial position:

- a. Reduce costs wherever possible, whilst maintaining the highest level of service.
- b. Continue to develop the Christchurch Information Centre (CIC) and increase income.
- c. Maintain and further improve the building to maximise patron comfort and enhance the heritage asset.

The current reserves are considered to be sufficient for the Regent Centre to continue in operation and the Trustees will continue to monitor all activities very closely to ensure that prompt action is taken, if necessary.

The Council offered the Regent a new lease for 25 years. The lease was completed during the year, thus securing the commercial future of the Regent and ensure long term stability.

COVID-19

Programming was put in place in quarter four last year for the first two quarters of 2020. The business was closed at the point of enforced lockdown in March 2020, and any tickets which had been sold at that point had to be refunded or rescheduled.

Staff from the business were furloughed, with the exception of the General Manager, Deputy General Manager and Finance officer. At the point of submission for this application, staff are still away from the business on the furlough scheme and are scheduled to return to work at the start of December 2020. The reopening in December allowed just three weeks of operation at a much-reduced seating capacity, before the Government reintroduced an enforced closure for cinemas and theatres.

The Board of Directors together with the General Manager have 'met' on a Zoom call every week since lockdown to ensure effective communication and understanding of the financial situation with no income.

Additionally, during this closure period, the auditorium and foyer of the Regent has been refurbished to maximise comfort, appeal, and original features of an early 1930's cinema. This work was planned over 12 months ago, and many of the orders for bespoke long lead-time materials were placed in late 2019. The Regent has recently received substantial national TV, Radio and press coverage detailing this refurbishment and the upcoming reopening on the 4th December 2020.

The upcoming programme has been discussed at the weekly meetings. The Board of Directors decided upon a low risk strategy for the upcoming year, with essentially a film centred programme. This will be reviewed continually in line with the current Government COVID regulation. Theatrical performance will be reintroduced into the programme where and when appropriate.

The building was reopened on the 4th of June 2021, on the relaxation of Government rules pertaining to Covid. Just prior to this point furloughed staff were brought back into the building for a short session of refresher training. Three new members of staff also joined the team.

In summary, the Board of Directors has tried to minimise risk when the business has reopened, by minimising cost in all areas. Volunteer staff will be utilized alongside paid members of the team to keep the cost base minimised.

Structure, governance and management

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The Regent (Christchurch) Limited (Registered number: 03941287)

Report of the Trustees for the Year Ended 31 March 2021

The charity is constituted as a charitable company limited by guarantee, governed by Memorandum and Articles of Association.

The Articles provide for:

Not less than six and not more than eleven Directors, provided always that not more than 19% of the Board of Directors shall be local authority associated persons, elected by and from the membership at the Annual General Meeting.

The Board of Directors may at any time co-opt other members of the company to fill casual vacancies occurring in the Board of Directors between Annual General Meetings. Not more than two persons, who are members of the company, may be co-opted by the Directors.

At each Annual General Meeting one third of the elected Directors and all co-opted Directors shall retire from office.

All retiring Directors, whether elected or co-opted, shall be eligible for re-election provided they have not served for a continuous period of five years without a break of at least one year.

All members of the Board of Directors are company Directors and charity Trustees within the meaning of the Companies Act and charity law.

Under no circumstances can an employee of the company serve on the Board of Directors.

The Board resolved to undertake a general review of the constitution of the Regent to ensure that it took into account changes in the law since it was constructed, was operating as efficiently as possible and in accordance with modern practices.

The Board of Trustees considers and approves all policies adopted by the charity, including risk assessments, mission statement, aims and objectives of the organisation, the annual budget and the charity's strategies. It also considers any major new initiative involving risk capital.

Organisational structure

The charity currently has no trading subsidiaries.

Decision making

The day to day management and operation of the Regent Centre, within the policies approved by the Trustees and including programming, minor initiatives, marketing, staffing and administration, are delegated to the general manager.

Induction and training of new trustees

Trustee appointment, induction and training includes a comprehensive system of detailed interview, regulatory checks, induction and necessary training. Particular reference is made to the skill set and cultural fit of the individual with the Charity to support and enhance the current board of Trustees with its duties.

Key management remuneration

Setting pay and remuneration for The Regent's personnel is determined by the Board, which has regard to the responsibilities of the role and the market conditions against which comparisons are made to ensure the correct skill set is readily available in all operating areas of the charity.

Wider network

The charity continues to enjoy a very good working relationship and support from BCP Council.

Events since the end of the year

Information relating to events since the end of the year is given in the notes to the financial statements.

The Regent (Christchurch) Limited (Registered number: 03941287)

Report of the Trustees for the Year Ended 31 March 2021

Statement of trustees' responsibilities

The trustees (who are also the directors of The Regent (Christchurch) Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

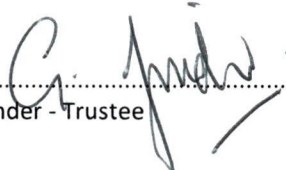
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

The auditors, TC Group, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 14/12/21 and signed on its behalf by:


.....
Mr G Trinder - Trustee

Report of the Independent Auditors to the Members of The Regent (Christchurch) Limited

Opinion

We have audited the financial statements of The Regent (Christchurch) Limited (the 'charitable company') for the year ended 31 March 2021 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows, notes to the statement of cash flow and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

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

Report of the Independent Auditors to the Members of The Regent (Christchurch) Limited

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charitable companies ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Extent to which the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit, in respect to fraud, are: to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses; and to respond appropriately to fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and its management.

Our approach was as follows:

- We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, and through discussion with the trustees and other management (as required by auditing standards), and discussed with the trustees and other management the policies and procedures regarding compliance with laws and regulations;
- We considered the legal and regulatory frameworks directly applicable to the financial statements reporting framework (FRS 102 and the Companies Act 2006) and the relevant tax compliance regulations in the UK;
- We considered the legal and regulatory principles in the Charity SORP

Report of the Independent Auditors to the Members of The Regent (Christchurch) Limited

- We considered the nature of the industry, the control environment and business performance, including the key drivers for management's remuneration;
- We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. These include Health and Safety, employment law, building insurance, public liability insurance and licencing. The Trustees use an external firm for Health and Safety and employment law, as they believe this will ensure up to date knowledge and systems are used.
- We considered and reviewed the procedures and controls that the company has established to address risks identified, or that otherwise prevent, deter and detect fraud; and how senior management monitors those programmes and controls. These include the review of authorisation limits for bank transactions, authorisation for BACS payment and the review of the computerised booking system.

Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. These include Health and Safety, Employment Law and Licencing. Where the risk was considered to be higher, we performed audit procedures to address each identified fraud risk. These procedures included: testing manual journals; reviewing the financial statement disclosures and testing to supporting documentation; performing analytical procedures; and enquiring of management, and were designed to provide reasonable assurance that the financial statements were free from fraud or error.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance> This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

TC Group

Lucy Filer (Statutory Auditor)
for and on behalf of TC Group
10 Bridge Street
Christchurch
Dorset
BH23 1EF

14 December 2021

The Regent (Christchurch) Limited

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the Year Ended 31 March 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Income and endowments from					
Donations and legacies	3	128,187	17,261	145,448	190,853
Charitable activities	5				
Operation of theatre and cinema		108,728	214,302	323,030	1,274,213
Other trading activities	4	11,086	-	11,086	35,482
Other income		<u>89,733</u>	<u>-</u>	<u>89,733</u>	<u>-</u>
Total		337,734	231,563	569,297	1,500,548
Expenditure on					
Raising funds					
Raising donations and legacies	6	<u>-</u>	<u>6,862</u>	<u>6,862</u>	<u>14,453</u>
		-	6,862	6,862	14,453
Charitable activities	7				
Operation of theatre and cinema		361,558	207,827	569,385	1,287,485
Other expenditure	9	<u>(16,774)</u>	<u>-</u>	<u>(16,774)</u>	<u>19,861</u>
Total		344,784	214,689	559,473	1,321,799
NET INCOME/(EXPENDITURE)		(7,050)	16,874	9,824	178,749
Transfers between funds	21	<u>255,756</u>	<u>(255,756)</u>	<u>-</u>	<u>-</u>
Net movement in funds		248,706	(238,882)	9,824	178,749
Reconciliation of funds					
Total funds brought forward		400,921	408,637	809,558	630,809
Total funds carried forward		<u>649,627</u>	<u>169,755</u>	<u>819,382</u>	<u>809,558</u>

The notes form part of these financial statements

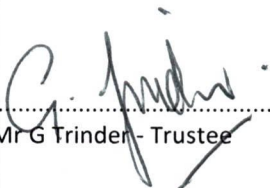
The Regent (Christchurch) Limited (Registered number: 03941287)

Statement of Financial Position 31 March 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Fixed assets					
Tangible assets	16	338,912	-	338,912	136,152
Current assets					
Stocks	17	5,640	-	5,640	13,919
Debtors	18	84,330	-	84,330	104,160
Cash at bank and in hand		<u>397,304</u>	<u>169,755</u>	<u>567,059</u>	<u>998,171</u>
		487,274	169,755	657,029	1,116,250
Creditors					
Amounts falling due within one year	19	(176,559)	-	(176,559)	(442,844)
Net current assets		<u>310,715</u>	<u>169,755</u>	<u>480,470</u>	<u>673,406</u>
Total assets less current liabilities		<u>649,627</u>	<u>169,755</u>	<u>819,382</u>	<u>809,558</u>
NET ASSETS		<u>649,627</u>	<u>169,755</u>	<u>819,382</u>	<u>809,558</u>
Funds	21				
Unrestricted funds				649,627	400,921
Restricted funds				<u>169,755</u>	<u>408,637</u>
Total funds				<u>819,382</u>	<u>809,558</u>

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 14/12/21 and were signed on its behalf by:



 Mr G Trinder - Trustee

The notes form part of these financial statements

The Regent (Christchurch) Limited

Statement of Cash Flows for the Year Ended 31 March 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	(110,965)	199,950
Interest paid		<u>-</u>	<u>(3,500)</u>
Net cash (used in)/provided by operating activities		<u>(110,965)</u>	<u>196,450</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		(327,347)	(24,864)
Sale of tangible fixed assets		<u>7,200</u>	<u>-</u>
Net cash used in investing activities		<u>(320,147)</u>	<u>(24,864)</u>
 Change in cash and cash equivalents in the reporting period		 (431,112)	 171,586
Cash and cash equivalents at the beginning of the reporting period		<u>998,171</u>	<u>826,585</u>
 Cash and cash equivalents at the end of the reporting period		 <u>567,059</u>	 <u>998,171</u>

The notes form part of these financial statements

The Regent (Christchurch) Limited

Notes to the Statement of Cash Flows for the Year Ended 31 March 2021

1. Reconciliation of net income to net cash flow from operating activities			
	2021	2020	
	£	£	
Net income for the reporting period (as per the Statement of Financial Activities)	9,824	178,749	
Adjustments for:			
Depreciation charges	114,300	45,588	
Loss on disposal of fixed assets	3,087	-	
Interest paid	-	3,500	
Decrease/(increase) in stocks	8,279	(3,461)	
Decrease/(increase) in debtors	19,830	(82,382)	
(Decrease)/increase in creditors	(266,285)	57,956	
Net cash (used in)/provided by operations	<u>(110,965)</u>	<u>199,950</u>	
2. Analysis of changes in net funds			
	At 1/4/20	Cash flow	At 31/3/21
	£	£	£
Net cash			
Cash at bank and in hand	<u>998,171</u>	<u>(431,112)</u>	<u>567,059</u>
	<u>998,171</u>	<u>(431,112)</u>	<u>567,059</u>
Total	<u>998,171</u>	<u>(431,112)</u>	<u>567,059</u>

The notes form part of these financial statements

The Regent (Christchurch) Limited

Notes to the Financial Statements for the Year Ended 31 March 2021

1. General information

The charity is a private company limited by guarantee, registered in England and Wales. The company and charity registration number and registered office address can be found on the Reference and Administrative details page.

2. 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.

Income

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

Income from show admission fees is included in the period in which the company is entitled to receipt. Income received during the period for shows taking place after the year end is included in creditors as deferred income and is subsequently released to the Statement of Financial Activities in the relevant period.

Income from donations and grants are recognised when there is evidence of entitlement to the gift, receipt is probable and its value can be measured reliably.

Income for donated services is included at a valuation of the costs borne by the donor where such cost is quantifiable and measured reliably.

Other trading activities income is raised by the sale of goods and other services undertaken by the Christchurch Information Centre (CIC).

Interest is included when receivable by the company.

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 generating funds comprise those costs relating to fundraising and include costs of operating the Christchurch Information Centre.

Charitable activity costs comprises those costs incurred by the charity in the delivery of its charitable objectives. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fee and costs linked to the strategic management of the charity. These costs are included within support costs.

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

2. Accounting policies - continued

Tangible fixed assets

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

Studio facility	- 5% on cost
Improvements to property	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

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

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

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.

Investment income is allocated to the appropriate fund.

Limited by guarantee

The company is limited by guarantee and therefore has no share capital. The liability of the members is limited to £1.

Debtors and creditors

Debtors and creditors due within one year with no stated interest rate are recorded at the transaction price and reviewed for impairment.

Operating leases

Operating lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

Pension costs and other post-retirement benefits

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

Going concern

In accordance with their responsibilities the Board have considered the appropriateness of the going concern basis for the preparation of the financial statements. After due consideration of forecasts and budgets for the ensuing 12 months the directors have a reasonable expectation that the company will have adequate resources to continue in operational existence for the foreseeable future. For this reason the Board continue to adopt the going concern basis in preparing the accounts.

The impact of Covid-19 post year end has been reviewed in the report of the trustees and post balance sheet events note to the financial statements. Despite the impact of Covid-19, the directors confirm the going concern basis of preparation remains applicable.

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

3. Donations and legacies

	2021	2020
	£	£
Donations	69,625	113,725
Donated services	<u>75,823</u>	<u>77,128</u>
	<u>145,448</u>	<u>190,853</u>

Donated services

Bournemouth, Christchurch and Poole Council meets certain costs in support of the company as part of their requirement to assist arts and culture in the borough. Under the requirement of FRS102, the trustees are of the opinion that the quantifiable costs and loss of income to the Council should be included within these financial statements and that the amounts should be recognised as a donated service. This donation also includes costs relating to the Christchurch Information Centre (CIC).

	2021	2020
	£	£
Property maintenance	33,693	33,410
Property insurance	4,820	6,408
Administrative support	<u>1,810</u>	<u>1,810</u>
	<u>40,323</u>	<u>39,379</u>
Rent (property owned by Council)	<u>35,500</u>	<u>35,500</u>
	<u>75,823</u>	<u>77,128</u>

A further grant of £nil (2020 - £16,667) was also received in the year from Christchurch and East Dorset Council to cover the salary of an employee who was previously employed directly by the Council. This has been included within restricted funds.

4. Other trading activities

	2021	2020
	£	£
Christchurch Information Centre	<u>11,086</u>	<u>35,482</u>

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

5. Income from charitable activities

	2021 Operation of theatre and cinema £	2020 Total activities £
Commission charges and recharged costs	712	46,486
Theatrical promotions	16,354	494,618
Cinema promotions	11,874	423,617
Cinema advertising	1,333	26,283
Grants	284,094	-
Cafe and bar sales	2,783	195,969
Other income from charitable activities	1,888	-
Credit card and internet booking fees	3,992	32,550
Rental charges	-	54,690
	<u>323,030</u>	<u>1,274,213</u>

6. Raising donations and legacies

	2021 £	2020 £
Staff costs	3,862	4,035
Other office costs	3,000	3,000
Christchurch Information Centre	-	7,418
	<u>6,862</u>	<u>14,453</u>

7. Charitable activities costs

	Direct Costs £	Support costs (see note 8) £	Totals £
Operation of theatre and cinema	<u>549,836</u>	<u>19,549</u>	<u>569,385</u>

The charity undertakes its charitable activities through the provision of cinema, theatre and other types of public performances. As such it considers that it has one charitable activity and all support costs relate to this activity.

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

8. Support costs

	Overheads	Governance costs	Totals
	£	£	£
Operation of theatre and cinema	<u>2,532</u>	<u>17,017</u>	<u>19,549</u>

9. Other expenditure

	2021	2020
	£	£
Arts Contribution to Christchurch Borough Council	(19,861)	19,861
Loss on sale of assets	<u>3,087</u>	-
	<u>(16,774)</u>	<u>19,861</u>

10. Net income/(expenditure)

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

	2021	2020
	£	£
Auditors' remuneration	6,150	6,150
Depreciation - owned assets	114,300	45,588
Deficit on disposal of fixed assets	3,087	-
Fees payable for the audit of the financial statements	-	6,150
Operating lease costs	<u>-</u>	<u>3,666</u>

11. 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.

12. Staff costs

	2021	2020
	£	£
Wages and salaries	207,481	266,646
Social security costs	<u>11,392</u>	<u>14,196</u>
	<u>218,873</u>	<u>280,842</u>

The Regent (Christchurch) Limited received a grant of £nil (2020 - £16,667) in the year from Christchurch and East Dorset Council to cover the salary of one of their employees. Last year, this was included within restricted funds.

Pension contributions of £3,784 (2020 - £4,652) are recognised within wages and salaries.

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

12. Staff costs - continued

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

	2021	2020
Operational staff	8	14
Financial and administration staff	2	2
Other staff	<u>1</u>	<u>1</u>
	<u>11</u>	<u>17</u>

No employees received employee benefits of more than £60,000 during the year (2020 - Nil).

Total remuneration paid to key management personnel during the year was £35,000 (2020 - £36,565).

In addition to the charity's paid employees, the charity is also heavily reliant on volunteer staff for most aspects of the operation of the Regent Centre. The trustees estimate that an extra 10 full time equivalent staff would be required to cover aspects of the operation currently covered by volunteers.

13. Comparatives for the statement of financial activities

	Unrestricted funds £	Restricted funds £	Total funds £
Income and endowments from			
Donations and legacies	80,336	110,517	190,853
Charitable activities			
Operation of theatre and cinema	1,274,213	-	1,274,213
Other trading activities	<u>35,482</u>	<u>-</u>	<u>35,482</u>
Total	1,390,031	110,517	1,500,548
Expenditure on raising funds			
Raising donations and legacies	<u>14,453</u>	<u>-</u>	<u>14,453</u>
	14,453	-	14,453
Charitable activities			
Operation of theatre and cinema	1,269,964	17,521	1,287,485
Other expenditure	<u>19,861</u>	<u>-</u>	<u>19,861</u>
Total	<u>1,304,278</u>	<u>17,521</u>	<u>1,321,799</u>
NET INCOME	85,753	92,996	178,749
Transfers between funds	<u>(117,149)</u>	<u>117,149</u>	<u>-</u>
Net movement in funds	(31,396)	210,145	178,749

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

13. Comparatives for the statement of financial activities - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Reconciliation of funds			
Total funds brought forward	432,317	198,492	630,809
Total funds carried forward	<u>400,921</u>	<u>408,637</u>	<u>809,558</u>

14. Government grants

Government grants and support are recognised under the accruals basis and recognised in the period to which the income relates.

15. Redundancy payments

During the year the charitable company made redundancy payments of £13,000 (2020 - £nil) and a payment in lieu of notice of £7,318 (2020 - £nil).

16. Tangible fixed assets

	Studio facility £	Improvements to property £	and fittings £	Fixtures Totals £
Cost				
At 1 April 2020	181,039	287,025	631,561	1,099,625
Additions	-	124,381	202,966	327,347
Disposals	-	-	(132,676)	(132,676)
At 31 March 2021	<u>181,039</u>	<u>411,406</u>	<u>701,851</u>	<u>1,294,296</u>
Depreciation				
At 1 April 2020	181,039	230,325	552,109	963,473
Charge for year	-	45,270	69,030	114,300
Eliminated on disposal	-	-	(122,389)	(122,389)
At 31 March 2021	<u>181,039</u>	<u>275,595</u>	<u>498,750</u>	<u>955,384</u>
Net book value				
At 31 March 2021	<u>-</u>	<u>135,811</u>	<u>203,101</u>	<u>338,912</u>
At 31 March 2020	<u>-</u>	<u>56,700</u>	<u>79,452</u>	<u>136,152</u>

All equipment and fittings are owned by The Regent (Christchurch) Limited and used in connection with its objectives. The use of any of these assets by the company for the administration of the charity is minimal.

As detailed in note 22, the Regent Centre and Studio facility are owned by Christchurch and East Dorset Council and occupied by The Regent (Christchurch) Limited. Assets stated as Studio facility and Improvements to property represent the expenditure incurred by the charity to allow the property to serve the charitable objectives.

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

17. Stocks		2021	2020
		£	£
Café, bar and CIC stock		<u>5,640</u>	<u>13,919</u>
18. Debtors: amounts falling due within one year		2021	2020
		£	£
Trade debtors	33	5,609	
Other debtors	-	7,611	
VAT	10,820	3,526	
Prepayments and accrued income	<u>73,477</u>	<u>87,414</u>	
	<u>84,330</u>	<u>104,160</u>	
19. Creditors: amounts falling due within one year		2021	2020
		£	£
Trade creditors and accruals	14,612	170,513	
Social security and other taxes	3,482	4,523	
Other creditors	64,601	131,361	
Deferred income	<u>93,864</u>	<u>136,447</u>	
	<u>176,559</u>	<u>442,844</u>	
Deferred income represents ticket sales in advance.			
20. Leasing agreements			
Minimum lease payments under non-cancellable operating leases fall due as follows:			
		2021	2020
		£	£
Within one year	-	<u>2,750</u>	

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

21. Movement in funds

	At 1/4/20 £	Net movement in funds £	Transfers between funds £	At 31/3/21 £
Unrestricted funds				
General funds	264,329	(7,050)	51,361	308,640
Fixed asset fund	133,592	-	204,395	337,987
Margaret Finch Fund	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>3,000</u>
	400,921	(7,050)	255,756	649,627
Restricted funds				
Kit Townend fund	1,386	-	-	1,386
Screen talk system	457	(39)	-	418
Refurbishment grant	8,520	(347)	-	8,173
Seating fund	14,672	18,033	(32,705)	-
Development fund	<u>383,602</u>	<u>(773)</u>	<u>(223,051)</u>	<u>159,778</u>
	408,637	16,874	(255,756)	169,755
TOTAL FUNDS	<u>809,558</u>	<u>9,824</u>	<u>-</u>	<u>819,382</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General funds	337,734	(344,784)	(7,050)
Restricted funds			
Screen talk system	-	(39)	(39)
Refurbishment grant	-	(347)	(347)
Seating fund	18,033	-	18,033
Development fund	(773)	-	(773)
British Film Institute	<u>214,303</u>	<u>(214,303)</u>	<u>-</u>
	231,563	(214,689)	16,874
TOTAL FUNDS	<u>569,297</u>	<u>(559,473)</u>	<u>9,824</u>

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

21. 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 funds	275,854	85,753	(97,278)	264,329
Fixed asset fund	153,463	-	(19,871)	133,592
Margaret Finch Fund	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>3,000</u>
	432,317	85,753	(117,149)	400,921
Restricted funds				
Kit Townend fund	1,361	25	-	1,386
Screen talk system	509	(52)	-	457
Refurbishment grant	9,322	(802)	-	8,520
Seating fund	850	13,822	-	14,672
Development fund	<u>186,450</u>	<u>80,003</u>	<u>117,149</u>	<u>383,602</u>
	<u>198,492</u>	<u>92,996</u>	<u>117,149</u>	<u>408,637</u>
TOTAL FUNDS	<u>630,809</u>	<u>178,749</u>	<u>-</u>	<u>809,558</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General funds	1,390,031	(1,304,278)	85,753
Restricted funds			
Kit Townend fund	25	-	25
Screen talk system	-	(52)	(52)
Refurbishment grant	-	(802)	(802)
Christchurch Borough Council funds	16,667	(16,667)	-
Seating fund	13,822	-	13,822
Development fund	<u>80,003</u>	<u>-</u>	<u>80,003</u>
	<u>110,517</u>	<u>(17,521)</u>	<u>92,996</u>
TOTAL FUNDS	<u>1,500,548</u>	<u>(1,321,799)</u>	<u>178,749</u>

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

21. 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 funds	275,854	78,703	(45,917)	308,640
Fixed asset fund	153,463	-	184,524	337,987
Margaret Finch Fund	<u>3,000</u>	<u>-</u>	<u>-</u>	<u>3,000</u>
	432,317	78,703	138,607	649,627
Restricted funds				
Kit Townend fund	1,361	25	-	1,386
Screen talk system	509	(91)	-	418
Refurbishment grant	9,322	(1,149)	-	8,173
Seating fund	850	31,855	(32,705)	-
Development fund	<u>186,450</u>	<u>79,230</u>	<u>(105,902)</u>	<u>159,778</u>
	<u>198,492</u>	<u>109,870</u>	<u>(138,607)</u>	<u>169,755</u>
TOTAL FUNDS	<u>630,809</u>	<u>188,573</u>	<u>-</u>	<u>819,382</u>

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 £	Movement in funds £
Unrestricted funds			
General funds	1,727,765	(1,649,062)	78,703
Restricted funds			
Kit Townend fund	25	-	25
Screen talk system	-	(91)	(91)
Refurbishment grant	-	(1,149)	(1,149)
Christchurch Borough Council funds	16,667	(16,667)	-
Seating fund	31,855	-	31,855
Development fund	79,230	-	79,230
British Film Institute	<u>214,303</u>	<u>(214,303)</u>	<u>-</u>
	<u>342,080</u>	<u>(232,210)</u>	<u>109,870</u>
TOTAL FUNDS	<u>2,069,845</u>	<u>(1,881,272)</u>	<u>188,573</u>

Restricted funds

Kit Townend Fund

In April 2001 a legacy was received by the charity from the estate of Kit Townend, a founding Trustee of the Regent Centre Association. This legacy was specifically for the support of the professional and volunteer Technical Team. Further small value contributions have been received towards this fund since the original legacy was received.

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

21. Movement in funds - continued

Screen Talk System Fund

Mrs J Townend, a trustee, gave a donation in 2006 that totalled £11,923 (with the gift aid recovered), to enable the charity to purchase audio-description, subtitling and an updated loop hearing system. These assets cost slightly in excess of this amount and the depreciation charged annually against this specific equipment is written off against the donation received.

Refurbishment Grant

Christchurch and East Dorset Council gave a grant of £265,375 to the company towards the replacement of auditorium seating, the installation of air-conditioning, provision of film projection equipment in the Studio and work on the fascia and front of the building. The depreciation of the equipment purchased is written off against the fund.

Christchurch and East Dorset Council funding

Christchurch and East Dorset Council provided funding during the year (and prior year) to cover the cost of the employee who was previously employed directly by the Council and contribution towards running costs.

Seating fund

Donations received to continually fund seat replacement costs. This was cleared in the year as replacement seats were fitted to the auditorium in the year.

Development fund

A development fund contribution is included in the price of every ticket sold for essential equipment maintenance, development projects and associated costs. The transfers against this fund represents the capital items purchased from this fund during the year (£223,051) in addition to a £100,000 transfer to general unrestricted reserves.

British Film Institute (BFI) grant

During the year ending 31 March 2021, grant income of £214,302 was recognised from the BFI. The grant documentation states that these funds must be spent exclusively on purpose of grant, which is to enable cinemas to put necessary measures in place to ensure safety of workforce and public and enable cinemas to break even in first few months on opening.

Unrestricted funds

Studio fund

Under the agreement entered into with Christchurch and East Dorset Council the company's fore-runner agreed to make a contribution of £150,000 towards the rebuild costs of the studio building and incur up to £50,000 by way of expenditure on internal fittings and equipment. The company has classified a sum equal to the contribution and ancillary costs as being designated funds which will be reduced annually over a 20 year period in line with the amortisation of the facility.

Transfers between funds

Transfers from restricted funds to general funds of £255,756 represents the value of assets purchased during the year using funds from the Seating Fund and Development fund.

The Regent (Christchurch) Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

22. Capital commitments

	2021	2020
	£	£
Contracted but not provided for in the financial statements	-	140,503

Last year included capital commitments of £132,299 for the Auditorium seating and £8,204 for the Auditorium carpet.

23. Related party disclosures

During the year payroll services were provided by Andrews & Co (CBA Accountax Limited), of which Mr C Root is a director. These services are provided at nil cost but a notional cost value of £500 is recognised for the service provided.

24. Post balance sheet events

The charity has adhered to government guidelines relating to COVID-19 which has had an adverse impact on charitable income as described in the report of the trustees. In previous years, the trustees made the prudent decision to hold significant levels of cash reserves in order to continue through times of financial hardship. The Trustees are consistently reviewing the financial position of the charity and are confident it remains a going concern.

25. Agreement with Bournemouth, Christchurch and Poole Council.

The original agreement between the Christchurch and East Dorset Council (CBC) and The Regent Centre Association dated 21 April 1994 was replaced by a revised agreement dated 10 July 2003 between The Regent (Christchurch) Limited (Company) and CBC (now BCP). Under this agreement the Company occupied the premises known as the Regent Centre free of charge for use as an arts and cultural centre and public building.

During the year (17 July 2020) a new agreement was entered into between Bournemouth, Christchurch and Poole Council (BCP) and The Regent (Christchurch) Limited. Under this agreement the Company occupied the premises known as the Regent Centre free of charge for use as an arts and cultural centre and public building.

Under the agreement the company:

1. Is responsible for the general running costs of the building excluding those which are the responsibility of the BCP.
2. Is obliged to pay VAT on the notional rent chargeable by BCP.
3. Is obliged to pay annual lease rent of £3,575.
4. States that the notional rent (exclusive of VAT) is:

£35,500 for years 1 - 5
£72,108 for years 6 - 10
£83,595 for years 11 - 15
£96,916 for years 16 - 25

Under the agreement BCP:

1. Is responsible for the maintenance of the property and its fixtures and fittings and for the insurance of the building and those fixtures and fittings which are owned by BCP.