

Café 1821 Limited

Registered Charity Number: 1089182

Registered Company Number: 04095364

Directors' Report and Unaudited Financial Statements for the Year Ended 31 December 2021

CAFÉ 1821 LIMITED

Accounts for the year ended 31 December 2021

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CAFÉ 1821 LIMITED

Accounts for the year ended 31 December 2021

Company Information

Directors / Trustees

Mrs S M Milligan
Mrs E Lacey
Mr J Sexton
Revd S McGanity (resigned 14.9.22)
Mr M R P Hague
Revd R Hill (resigned 14.9.22)

Charity Constitution

Memorandum and Articles of
Association 24 October 2000,
amended 30 October 2001.

Company Registration Number

4095364

Charity Registration Number

1089182

Registered Office

Christ Church
Lord Street,
Southport,
PR8 1AA

Independent Examiners

JA Fell & Company
40 Hoghton Street,
Southport,
PR9 0PQ

Bankers

HSBC
331 Lord Street,
Southport,
PR8 1NJ

CAFÉ 1821 LIMITED

Report of the Directors For the year ended 31 December 2021

The Directors present their report and financial statements for the period ended 31 December 2021.

Objects of the charity

The company was formed for the advancement of the Christian religion, in particular by the provision of a Christian coffee bar where people can gather together in a welcoming environment to eat and drink.

Structure, Governance and Management

The company is limited by guarantee and has no share capital. Consequently no director has held any financial interest in the company. The day to day management of the company is done by the directors.

Review of Activities

The company has completed twenty years of trading, the last thirteen being from premises at Christ Church, Lord Street, Southport. We work alongside the church in the fulfilment of its vision.

During the year the company was affected by the Covid lockdowns and received government assistance through the job retention scheme for the period January to June 2021. The café reopened in June 2021 and is now trading successfully.

Financial Review

During the year ended 31 December 2021 incoming resources totalled £43,943 (£40,901 – 2020) from a combination of café sales and donations. Job Retention Scheme grants received and included in the above amounted to £11,349 (£14,866 – 2020). Resources expended in the period, which is detailed in the Statement of Financial Activities totalled £34,884 (£45,172 – 2020).

Reserves Policy

The directors maintain a policy of retaining a minimum of £2,000 in available unrestricted funds at any one point in time to cover short term working capital requirements. As at 31 December 2021 the unrestricted fund balance was £10,688 (£1,649 – 2020), and it is intended to reduce the surplus reserves in the current year.

Governance

A board of Directors who are also the trustees of the Charity governs the Company. Appointment of new directors/trustees is a matter for the whole board. The board would give due consideration to the induction required for any new directors or trustees. The board meets formally at least twice per year.

Risk Statement

The Directors have reviewed the risks to which the company is exposed. Appropriate procedures are in place to identify, monitor and review these risks on a regular basis.

CAFÉ 1821 LIMITED

Report of the Directors For the year ended 31 December 2021

Related Parties

There were no instances of transactions with related parties throughout the year.

Public Benefit

The café aims to provide food and drink at a realistic price. Alongside this we seek to meet the social needs of those in our community who do not have resources to pay for food. We also offer friendship, advice and prayer plus an easy threshold into the life of the church. The directors therefore consider that they have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties.

Directors' Responsibilities

The Directors are responsible for preparing the Director's Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the net incoming resources of the company for that period. In preparing these financial statements, the Directors are required to:

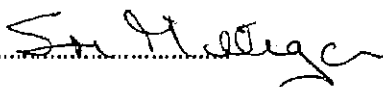
- select suitable accounting policies and apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. The Directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Approval

This report was approved by the Directors on 20/9/2022 and signed on their behalf by:

.....

Mrs S Milligan
Director

INDEPENDENT EXAMINERS' REPORT TO THE TRUSTEES OF CAFÉ 1821 LIMITED

I report on the accounts of the charitable company for the year ended 31 December 2021, which are set out on pages 6 to 11.

Respective responsibilities of trustees and examiner

The charities trustees (who are also the directors of the company for the purpose of company law) are responsible for the preparation of the accounts. The charities 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.

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

- examine the accounts under section 145 of the 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 examiners' report

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

Independent examiners' statement

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

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - a. to keep accounting records in accordance with s386 of the Companies Act 2006; and
 - b. to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities (revised 2015) have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Oliver Grills FCA
J A Fell & Company Chartered Accountants
40 Houghton Street
Southport
PR9 0PQ

Dated: 21/9/2022

Registered with the Institute of Chartered Accountants in England and Wales.

CAFÉ 1821 LIMITED

**Statement of Financial Activities
For the year ended 31 December 2021**

| | Note | 2021 Total | 2020 Total |
|------------------------------------|------|----------------------|-----------------------|
| Income from: | | | |
| Donations | 2(a) | 1,060 | 1,000 |
| Charitable Activities | 2(b) | 31,534 | 25,035 |
| Government Grants | 2(c) | 11,349 | 14,866 |
| Total | | <u>43,943</u> | <u>40,901</u> |
| Expenditure on: | | | |
| Charitable Activities | 3(a) | 34,923 | 45,172 |
| Total | | <u>34,923</u> | <u>45,172</u> |
| Net income / (expenditure) | | <u>9,019</u> | <u>(4,271)</u> |
| Reconciliation of Funds: | | | |
| Total Funds brought forward | | 1,649 | 5,920 |
| Total Funds carried forward | | <u>10,668</u> | <u>1,649</u> |

The notes on pages 8 - 10 form part of these financial statements.

CAFÉ 1821 LIMITED

Balance Sheet As at 31 December 2021

| | Note | 2021 Total | 2020 Total |
|---|------|---------------|---------------|
| CURRENT ASSETS | | | |
| Stock | | 265 | 360 |
| Debtors and prepayments | 6 | 588 | - |
| Cash at bank and in hand | | 10,539 | 4,916 |
| | | <u>11,392</u> | <u>5,276</u> |
| LIABILITIES: AMOUNTS FALLING DUE WITHIN 1 YEAR | 7 | (724) | (3,627) |
| NET CURRENT ASSETS (LIABILITIES) | 8 | <u>10,668</u> | <u>1,649</u> |
| NET ASSETS | | <u>10,668</u> | <u>1,649</u> |
| FUNDS | | <u>10,668</u> | <u>1,649</u> |

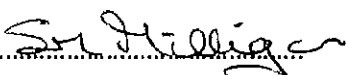
For the financial year ended 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

These financial statements have been prepared in accordance with provisions applicable to companies subject to the small companies' regime and FRS 102.

Approved by the board for issue on 20/9/2022



Mrs S Milligan
Director

Company Registration No. 04095364

The notes on pages 8 - 10 form part of these financial statements.

CAFÉ 1821 LIMITED

Notes to the Financial Statements For the year ended 31 December 2021

1. ACCOUNTING POLICIES

1.1. Basis of preparation

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice (SORP FRS102) issued in October 2019, the Financial Reporting Standard applicable to the United Kingdom and the Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity is a public benefit entity as defined by FRS102.

The financial statements are prepared in sterling, which is the functional currency of the charity.

1.2. Funds

General funds represent the funds of the charity that are not subject to any restrictions regarding their use and are available for application to the general purposes of the charity. All funds are unrestricted and no restricted funds were received during the year or held at the year end.

Restricted funds represent funds donated for a particular purpose of the charity.

1.3. Incoming resources

Voluntary income and donations are included in incoming resources when they are receivable. Tax recoverable on covenants or gift aid donations is recognised at the same point the income to which the tax relates is recognised. Grants and legacies to the charity are accounted for as soon as the charity is notified of its legal entitlement and the likely amount due.

Income from charitable events and activities is recognised at the point of sale.

1.4. Resources used

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Rentals applicable to operating leases are included in expenditure as incurred.

Grants and donations are accounted for when paid.

1.5. Fixed Assets

Equipment within the charity premises costing £1,000 or less is expensed as soon as it is acquired.

1.6 Government Grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

CAFÉ 1821 LIMITED

**Notes to the Financial Statements
For the year ended 31 December 2021**

| | 2021 Total | 2020 Total |
|---|---------------|---------------|
| 2. Income | | |
| 2(a). Donations | | |
| Donations | 1,060 | 1,000 |
| | <u>1,060</u> | <u>1,000</u> |
| 2(b). CHARITABLE ACTIVITIES | | |
| Café turnover | 31,534 | 25,035 |
| | <u>31,534</u> | <u>25,035</u> |
| 2(c). Grants | | |
| Government Job Retention Scheme | 11,349 | 14,866 |
| | <u>11,349</u> | <u>14,866</u> |
| TOTAL INCOMING RESOURCES | <u>43,943</u> | <u>40,901</u> |
| 3. RESOURCES USED | | |
| 3(a). ACTIVITIES DIRECTLY RELATED TO THE WORK OF THE CHARITY | | |
| Food and drink purchases | 6,689 | 6,963 |
| Consumables | 574 | 943 |
| Write off irrecoverable Gift Aid debtor | - | 1,010 |
| Donation to Christ Church | - | - |
| Wages | 22,019 | 33,223 |
| Insurance | 384 | 800 |
| Cleaning, refuse and hygiene | 1,221 | 638 |
| Rent and rates | 2,058 | - |
| Sundries | 1,459 | 999 |
| Staff travel expenses | 112 | 260 |
| Accountancy | 408 | 336 |
| | <u>34,923</u> | <u>45,172</u> |
| TOTAL RESOURCES USED | <u>34,923</u> | <u>45,172</u> |

CAFÉ 1821 LIMITED

Notes to the Financial Statements For the year ended 31 December 2021

| | 2021 Total | 2020 Total | | |
|--|--------------------------|-----------------------|-----------------------|--------------------------|
| 4. STAFF COSTS | | | | |
| Staff Meal & Gifts | 181 | - | | |
| Salaries and casual wages | 22,019 | 33,223 | | |
| Staff travel expenses | 112 | 260 | | |
| | <u>22,311</u> | <u>33,483</u> | | |
| Average number of employees in the year | 2 | 3 | | |
| 5. ANALYSIS OF NET ASSETS BY FUNDS | | | | |
| Current assets | 11,392 | 5,276 | | |
| Current liabilities | (724) | (3,627) | | |
| | <u>10,668</u> | <u>1,649</u> | | |
| 6. DEBTORS | | | | |
| Prepayments | 588 | - | | |
| Gift aid | - | - | | |
| | <u>588</u> | <u>-</u> | | |
| 7. LIABILITIES AMOUNTS FALLING DUE WITHIN 1 YEAR | | | | |
| Social security | 116 | 293 | | |
| V.A.T. | 242 | 2,662 | | |
| Accruals | 366 | 672 | | |
| | <u>724</u> | <u>3,627</u> | | |
| 8. ANALYSIS OF ACTIVITIES BY FUND | | | | |
| | Balance at 31.12.2020 | Incoming Resources | Resources Expended | Balance at 31.12.2021 |
| UNRESTRICTED FUND | | | | |
| General Fund | 1,649 | 43,943 | 34,923 | 10,668 |