

REGISTERED COMPANY NUMBER: 04266321 (England and Wales)
REGISTERED CHARITY NUMBER: 1089301

Report of the Trustees and
Financial Statements
for the Year Ended 31 December 2022
for
Number 8

Attwoods
Perrott House
17 Bridge Street
Persore
Worcestershire
WR10 1AJ

Number 8

Contents of the Financial Statements
for the Year Ended 31 December 2022

	Page
Chairmans Report	1
Report of the Trustees	2 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Cash Flow Statement	10
Notes to the Cash Flow Statement	11
Notes to the Financial Statements	12 to 19
Detailed Statement of Financial Activities	20 to 21

Number 8

Chairmans Report **for the Year Ended 31 December 2022**

2022 marked the year when we confidently confirmed Number 8 had emerged from the dark times of the pandemic. Number 8 became fully operational in all departments to serve the community of Pershore and the wider Worcestershire area.

All staff, volunteers, the Executive and the Board of Trustees were fully up to the task of returning to normal pre-pandemic times. The Board and the Executive were able to meet person to person with the addition of hybrid meetings where appropriate.

One of the most pleasing aspects of the return to normal activities was a series of full houses interspersed throughout the year. There is no more satisfactory sight than seeing all parts of Number 8 – the Auditorium, the Courtyard Room, the Foyer, Abbey Room and the Charity Shop – fully booked and occupied at the same time. There is a unique vibrancy about Number 8 which has gained momentum throughout the year.

To arrive at this position during 2022 is through the tremendous efforts of all staff, volunteers, friends and our customers. On behalf of the Board of Trustees I give our sincere thanks to everyone associated with Number 8 for a successful 2022.

Tony Rowley
Chair of Trustees

Number 8

Report of the Trustees **for the Year Ended 31 December 2022**

The Trustees, who are also the Directors of the charity for the purposes of the Companies Act, are pleased to present their annual report together with the financial statements of the charity for the year ended 31st December 2022.

OBJECTIVES AND STRATEGIES

The objectives of the charity are:

- To advance the education of the public in all aspects of dramatic art and film including the arts of drama, mime, opera, music, singing, dance, painting and photography.
- The development of public appreciation of such art by the provision of an arts centre and gallery and the presentation of public performances.
- To further the social and cultural welfare of Pershore and its hinterland and visitors to the area.

The charity has a general aim of contributing to the quality of life of the people of Pershore and wider area by expanding their horizons through the provision of exciting, challenging and accessible community arts events.

The strategies employed to achieve the charity's objectives are to:

- Offer opportunities for a broad range of people to participate in arts activity and explore their own creative powers.
- Provide facilities for amateur and professional artists to develop. Pershore Operatic and Dramatic Society are the resident amateur company and use spaces for rehearsal and performance.
- Concentrate on involving young people in the arts through participatory activities such as workshops and exhibition projects to help encourage a culture in which different age ranges play a complementary part.
- Celebrate the diversity of cultures in our society by programming presentations by and work from artists of different cultural backgrounds.
- Present a broad range of arts work.

The main areas of activity are: stage performances and concerts, film screenings, event cinema screenings, educational programmes and art exhibitions. The programme aims to achieve a mix of the arts to suit a range of tastes and incomes.

An exhibition space features regular displays of work by artists both amateur and professional. Whilst this activity produces the least income it is of equal importance in the life of Number 8 and contributes to the ambience of our foyer coffee bar and box office. These exhibitions enable local people and visitors to the town to see a variety of work which they may not otherwise choose to see at galleries. Four glass display cabinets allow the exhibition of 3D crafts.

Number 8 is heavily involved in the community. Our letter heading captures the spirit of Number 8 "inspired and led by the people of Pershore". Number 8 has approximately 200 volunteers who assist in the running of Number 8, stewarding events, operating the box office, charity shop, coffee shop and bar and projecting films. This enables Number 8 to operate effectively ensuring that Number 8 is a financially viable enterprise. Number 8 runs a Friends of Number 8 scheme through which people can support the charity. There were approximately 280 Friends of Number 8 at the end of 2022.

STRATEGIC REPORT

Achievements and Performance

Charitable Activities

During 2022 Number 8 held 13 live events, 43 event cinema screenings, 264 film screenings, 13 performances of 2 different shows produced by our resident company Pershore Operatic and Dramatic Society, and 11 ticketed performances organised by hirers. Total ticketed attendances to screenings, event cinema, and auditorium live events were 26,800, with an occupancy rate for film screenings of 25%. Number 8 also hosted 20 un-ticketed events organised by external hirers, with attendances of circa 2,000.

Number 8

Report of the Trustees for the Year Ended 31 December 2022

The attendance level achieved reflects the continuing recovery of Number 8 post-pandemic. 2022 saw attendances to Number 8's ticketed events increase throughout the year to reach the equivalent of 63% of pre-pandemic ticketed attendance levels.

In addition to auditorium events smaller scale events and activities were held in The Foyer performance space showcasing up and coming local performers, writers and artists. Twelve different ticketed events, including talks, a book signing, and a series of Foyer Folk nights, were held in The Foyer with attendances of 600. The Foyer space also played host to regular Readers' Group meetings, exhibition previews, Sip & Sketch afternoons, with total attendances of over 400, plus a number of informal meetings of local art, photography and language groups, etc.

Number 8's auditorium programme in 2022 including a wide variety of events, 37 different event cinema titles and 110 different films. Live events included the theatre productions *Choice Grenfell* and *The Canterbury Tales*, poetry in the sold-out event *An Evening with Brian Bilston*, and shows targeted at children and families such as *Morgan & West: Unbelievable Science* and *Christopher Nibble*. Music highlights included a classical concert series from Orchestra of the Swan, folk gigs from Breabach and Budapest Café Orchestra, the tribute concert *Celebrating Cliff & the Shadows*, and a festive concert from GreenMatthews.

Our resident amateur company Pershore Operatic and Dramatic Society put on week long runs of their productions *Mad About Musicals* and *Maid Marian & the Merry Men*. The society rehearsed regularly at Number 8 throughout the year and made use of the storage facilities for wardrobe and props, technical facilities, equipment and Box Office and marketing services for their shows.

Number 8 continued to screen world class theatre, ballet, and opera via satellite with seasons from the National Theatre, The Royal Ballet and Royal Opera. Live coverage of events such as *The Queen's Birthday Parade - Trooping the Colour*, the *Platinum Party at the Palace* and *The State Funeral for Her Majesty The Queen* were also made available for audiences to watch on the big screen with free admission to all. Audiences discovered more about great artists in the *Exhibition on Screen* series, and enjoyed concerts from André Rieu, Mirusia, and Westlife. The close of the year was celebrated in style with a live broadcast of the Berliner Philharmoniker's *New Year's Eve Concert* a Russian/Italian programme conducted by Kirill Petrenko with star tenor Jonas Kaufmann as special guest.

The centre hosted a number of different events organised by external hirers including a brass band concert from Flowers Band, *Pershore Jazz on a Summers Day*, and Pershore Flower Club's annual meeting. The talent of young people was showcased in Pershore Operatic and Dramatic Society Youth Section's production of *Matilda The Musical JR*, the final of the *Young Drummer of the Year 2022*, and in shows from three different local schools, four local dance schools and Stagecoach performing arts school. These productions gave the children and young people the opportunity to experience performing in a professional theatre environment with the use of Number 8's technical facilities and support. Community hirers, school groups, and registered charities all benefited from discounted hire rates.

The 2022 film programme was diverse including screenings of critically acclaimed titles such as *The Power of the Dog*, *Licorice Pizza* and *Elvis*, British films including *Downton Abbey: A New Era*, *The Duke*, and *Good Luck to You, Leo Grande*, classics *The Railway Children*, and the *Double Bill: Dr. Who & the Daleks & Daleks Invasion Earth*. The classic 1922 silent film *Nosferatu* was screened with live accompaniment from Chris Green playing the new score for the film that he composed, commissioned by English Heritage. Foreign language titles included the French drama *Robust*, Spanish language films *The Good Boss* and *Guillermo Del Toro's Pinocchio* and Italian drama *The Hand of God*. The programme also included documentaries with a screening of *Eric Ravilious: Drawn to War*, and a *Thunderbirds Are FAB!* event including screenings of *Thunderbirds Are Go* and the documentary *Gerry Anderson: A Life Uncharted* followed by an on-stage Q&A with the film's director/producer Benjamin Field and producer (and Gerry's son) Jamie Anderson, an *All Things Gerry Anderson* exhibition of toys and memorabilia and talk from the exhibition's curator Rob Brown.

A number of films targeted at younger audiences were screened during school holidays such as *Minions 2: The Rise of Gru*, *DC League of Super Pets*, and *The Railway Children Return* with discounted ticket prices to make them more accessible for families. School groups and home educators had the opportunity to attend free screenings as part of the Into Film Festival during which Number 8 held 3 free screenings for schools attended by 6 different schools plus children being educated at home with over 180 children in total.

Number 8

Report of the Trustees for the Year Ended 31 December 2022

The programme included regular screenings of films with subtitles for those with hearing loss and people with sight loss could access audio description with the provision of headsets at screenings of films for which audio description was available. The programme also included relaxed screenings for which the cinema environment was adapted to be more welcoming and accessible to people with additional needs.

Number 8's programme of creative courses and workshops continued to thrive in 2022 with attendances of circa 4000. Courses included seven weekly Chance to Dance classes for those age 55+ and a Gentle Chance to Dance class for those with long term conditions, who are rehabilitating or have a disability that impacts on their mobility. Workshops took place throughout the year with six Pop Up Painting workshops for adults themed each time around a different artist, and a Crafty Christmas Workshop for children. 2022 saw the introduction of monthly Sip & Sketch afternoons in The Foyer area. These free sessions were open to all, whether established artists or complete beginners, and offered a space where people could get together to draw a still life in an informal setting.

Number 8's Reader's Group met on a monthly basis and the centre also played host to regular U3A talks and a variety of arts and leisure classes organised by community hirers. Over ten different community hirer classes ran weekly during term time, including ballet classes for children, and adult tap dance classes, a youth theatre, and an art class, along with other monthly classes and one-off workshops throughout the year.

Local artists and craft people both professional and amateur were given the opportunity to showcase and sell their work in exhibitions displayed in The Foyer coffee bar exhibition and craft cabinet spaces. The 2022 programme featured seventeen gallery and ten craft exhibitions showcasing work in a variety of different mediums and artistic styles. The programme included solo and group exhibitions including those that brought together the work of large groups of artists such as the *St. Peter's Printmakers and the Pershore Arts* exhibitions. Number 8's Open exhibition showcased work from 34 different artists who were also given the opportunity to attend a preview event with their guests to celebrate the opening of the exhibition.

Our 2022 Schools Showcase was an exhibition of dramatic masks inspired by the Mayan civilisation that were created by children from Overbury First School in a workshop organised by Number 8. The young artists, their teachers and parents attended a Preview Event at Number 8.

At the close of 2022 although attendances and participation levels had not yet returned to those seen prior to the pandemic there had been significant growth throughout the year. As the availability of films, event cinema titles, and live shows began to improve, and community hirers and schools resumed activity, Number 8 was able to offer a more diverse programme to entertain and educate, and continue to offer resources and opportunities to the community.

Fundraising Activities

In addition to raising funds through ticket income, hire charges and gallery income through its charitable activities, Number 8 raises funds in two other primary areas:

Catering – As confidence in going out increased over the course of the year, our coffee shop saw a significant increase in takings, returning to and even surpassing pre-Covid levels in the final months of the year. Similarly, the bar in the evenings has performed well in line with audience numbers, boosted by several well-attended Foyer events. The change in policy to allow drinks to be taken into the auditorium has also had a very positive impact on sales.

Charity Shop – Number 8's charity shop (Just After 8) also benefitted from returning customer confidence, mirroring the pattern in other areas of the business. The shop continues to stock a wide range of fascinating items and a number of its donations have ended up at auction in the last year to boost the takings back to 2019 levels.

Number 8

Report of the Trustees **for the Year Ended 31 December 2022**

Financial review

The 2022 financial performance was significantly ahead of budgeted expectations given this was the year in which Number 8 started the return to post pandemic normality, without the benefit of government financial support.

The Executive were delighted with the 2022 financial performance which achieved a positive contribution from the Arts Centre and Charity Shop of £9,480 – compared to a stretch budget figure of a £(25,000) deficit from Operations.

Achieving a surplus from Operations represents a significant improvement over the 2021 deficit before external assistance of £(99,849).

The 2022 depreciation charges were £41,954 leading to an overall reduction in reserves of £(32,474). Number 8's financial goal is to return to break even, after covering depreciation charges, within the next few years.

Number 8 has been well managed financially throughout its existence and continues to have substantial cash reserves held to both secure and invest in its future.

Investment policy and objectives

Any investment is made in accordance with the Rules of the charity and by the Trustees. The Trustees have a cautious attitude to risk and do not invest in such a way as could put capital at risk. However, in the economic climate that has prevailed for the last few years this means that returns on investment have been low.

Reserves policy

Cash reserves are held to cover unforeseen operational costs, essential maintenance costs, asset replacement, and for funding new projects or investments in new technologies. The cash reserves figure at 31st December 2022 was £366,964 (31st December 2021 £333,515).

Financial and Risk Management Objectives and Policies

The Trustees have a risk management strategy which comprises:

- An annual review of the risks the charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the plan;
- The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.
- The status of current mitigation actions is reported to the Board on a regular basis.

Our key operational risks are as follows:

- Our most important risk, by far, continues to be the availability of sufficient numbers of volunteers with appropriate skill sets. On the downside, a lack of volunteers would restrict our ability to offer the services we currently provide. There is also a risk that we are unable to capitalize on new opportunities that arise.
- Dependency on key members of staff: with a full complement of staff the focus has been on developing new staff to improve our operating resilience.
- As our building ages there is an increasing risk of unforeseen repair and maintenance costs: we have in place regular maintenance schedules and activity.
- A key element in the management of financial risk is the setting of the reserves policy and its regular review by Trustees.
- The trust put in the volunteers who handle cash has been identified as an acceptable risk by the Trustees.

Covid-19 Risk Management

Whilst 2022 saw pandemic-era regulations largely dropped, a number of measures were still required for much of the year in order to minimise any ongoing transmission and to maintain the comfort and confidence of customers and volunteers alike.

These ongoing measures included:

- Screens remaining in place on bar/coffee bar counter and box office
- Continued supply of hand sanitizing stations
- Face shields available for use by any volunteer or member of staff wishing to use them

Number 8

Report of the Trustees for the Year Ended 31 December 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Number 8 is a Company Limited by Guarantee and a Registered Charity, managed by a Board of Trustees, who meet quarterly each year.

Registered Company number (England & Wales) 04266321

Registered Charity number 1089301

Registered Office and place of business 8 High Street, Pershore, Worcs. WR10 1BG

Recruitment and appointment of new Trustees

The Chair of the Trustees is elected by the Board of Trustees and, consistent with other Trustees, retires after a period of 3 years. Retiring Trustees may be re-elected with the consent of the remaining Trustees.

During 2022, there were no changes to the Board of Trustees.

At the end of 2022, Number 8 had thirteen Trustees each of whom agree to contribute £5 in event of the charity winding up.

Induction and training of new Trustees

New Trustees undergo an orientation day to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the decision-making processes, the business plan and recent financial performance of the charity. During the induction day they will meet key staff members and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisational Structure

Executive

The Company has an Executive Committee with delegated powers to manage the day to day running of the business and financial affairs of the company. The Executive is chaired by the Chair of Trustees and includes a mix of trustees, volunteers and senior paid staff.

The Executive meets monthly and their deliberations are minuted and available to Board members. The Executive reports in detail to the Board quarterly.

Staff

The staff team is appointed by the Board of Trustees and totals 7, 3 of whom are part-time. They manage the programming, marketing, operational, financial and administrative activities of Number 8. They are supported by volunteers.

Volunteers

In 2022, there were approximately 200 volunteers, working within every part of Number 8's activities. Volunteer managers of the box office, bar, coffee bar, front of house and charity shop meet monthly to discuss the day to day needs, suggestions and problems of these departments. The recommendations from this management team are then considered by the Executive and implemented as appropriate.

Number 8

Report of the Trustees
for the Year Ended 31 December 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

M A Rowley
C J Tooth
J Daniels
E Honeybunn
P Osborn
K Goddard MBE

Executive Director - Chair
Executive Director – Finance
Executive Director – Arts
Executive Director – Education Liaison
Executive Director – Volunteer Coordinator
Executive Director

M Amies
S M Booth
M J Hodges
R Partridge
M Pawsey
K Walton
M Ward

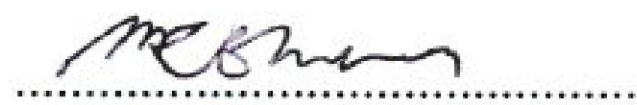
Wychavon District Council representative

Independent examiner

Attwoods, Perrott House, 17 Bridge Street Pershore Worcestershire WR10 1AJ

Approved by order of the Board of Trustees on 1st June 2023

Signed on behalf of the Board by:



M A Rowley – Chair of Trustees

**Independent Examiner's Report to the Trustees of
Number 8**

Independent examiner's report to the trustees of Number 8 ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACCA which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Lucy Watkins
ACCA
Attwoods
Perrott House
17 Bridge Street
Persnore
Worcestershire
WR10 1AJ

Date: 11/05/2023

Number 8

Statement of Financial Activities
for the Year Ended 31 December 2022

		Unrestricted funds £	Restricted fund £	31.12.22 Total funds £	31.12.21 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	19,609	-	19,609	109,922
Other trading activities	3	428,890	-	428,890	171,054
Investment income	4	<u>2,352</u>	<u>-</u>	<u>2,352</u>	<u>76</u>
Total		<u>450,851</u>	<u>-</u>	<u>450,851</u>	<u>281,052</u>
 EXPENDITURE ON					
Raising funds	5	<u>483,325</u>	<u>-</u>	<u>483,325</u>	<u>330,154</u>
 NET INCOME/(EXPENDITURE)		(32,474)	-	(32,474)	(49,102)
 RECONCILIATION OF FUNDS					
Total funds brought forward		<u>2,084,833</u>	<u>-</u>	<u>2,084,833</u>	<u>2,133,935</u>
 TOTAL FUNDS CARRIED FORWARD		<u><u>2,052,359</u></u>	<u><u>-</u></u>	<u><u>2,052,359</u></u>	<u><u>2,084,833</u></u>

The notes form part of these financial statements

Number 8

Balance Sheet
31 December 2022

	Notes	Unrestricted funds £	Restricted fund £	31.12.22 Total funds £	31.12.21 Total funds £
FIXED ASSETS					
Tangible assets	11	1,733,645	-	1,733,645	1,723,026
CURRENT ASSETS					
Stocks	12	5,008	-	5,008	3,080
Debtors	13	15,202	-	15,202	15,011
Cash at bank and in hand		<u>426,964</u>	<u>-</u>	<u>426,964</u>	<u>393,515</u>
		447,174	-	447,174	411,606
CREDITORS					
Amounts falling due within one year	14	(128,460)	-	(128,460)	(49,799)
		<u>318,714</u>	<u>-</u>	<u>318,714</u>	<u>361,807</u>
NET CURRENT ASSETS					
		<u>318,714</u>	<u>-</u>	<u>318,714</u>	<u>361,807</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,052,359</u>	<u>-</u>	<u>2,052,359</u>	<u>2,084,833</u>
NET ASSETS		<u>2,052,359</u>	<u>-</u>	<u>2,052,359</u>	<u>2,084,833</u>
FUNDS	15				
Unrestricted funds				<u>2,052,359</u>	<u>2,084,833</u>
TOTAL FUNDS				<u>2,052,359</u>	<u>2,084,833</u>


The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

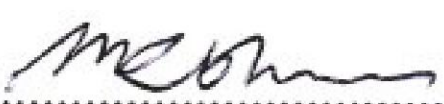
The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

The financial statements were approved by the Board of Trustees and authorised for issue on 1st June 2023 and were signed on its behalf by:


.....
C J Tooth - Trustee


.....
M A Rowley - Trustee

The notes form part of these financial statements

Number 8

Cash Flow Statement
for the Year Ended 31 December 2022

	Notes	31.12.22 £	31.12.21 £
Cash flows from operating activities			
Cash generated from operations	1	<u>85,330</u>	<u>4,893</u>
Net cash provided by operating activities		<u>85,330</u>	<u>4,893</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(54,233)</u>	<u>(6,355)</u>
Interest received		<u>2,352</u>	<u>76</u>
Net cash used in investing activities		<u>(51,881)</u>	<u>(6,279)</u>
 Change in cash and cash equivalents in the reporting period		<u>33,449</u>	<u>(1,386)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>393,515</u>	<u>394,901</u>
 Cash and cash equivalents at the end of the reporting period		<u><u>426,964</u></u>	<u><u>393,515</u></u>

The notes form part of these financial statements

Number 8

Notes to the Cash Flow Statement
for the Year Ended 31 December 2022

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.12.22	31.12.21
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(32,474)	(49,102)
Adjustments for:		
Depreciation charges	41,954	44,074
Loss on disposal of fixed assets	1,660	-
Interest received	(2,352)	(76)
Increase in stocks	(1,928)	(1,776)
Increase in debtors	(191)	(336)
Increase in creditors	<u>78,661</u>	<u>12,109</u>
Net cash provided by operations	<u>85,330</u>	<u>4,893</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.22	Cash flow	At 31.12.22
	£	£	£
Net cash			
Cash at bank and in hand	<u>393,515</u>	<u>33,449</u>	<u>426,964</u>
	<u>393,515</u>	<u>33,449</u>	<u>426,964</u>
Total	<u>393,515</u>	<u>33,449</u>	<u>426,964</u>

Notes to the Financial Statements
for the Year Ended 31 December 2022

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

All income (including voluntary donations) is allocated to the general fund unless otherwise restricted by donor or specifically designated by the Trustees.

Restricted funds are funds which the donor specifically restricted the purpose for which they can be used. The amount in these funds represents the monies still available for future expenditure.

Designated funds are funds that the Trustees have specifically designated the purpose for which they can be applied. The amount in these funds represents the monies still available for future expenditure.

General funds are expendable at the discretion of the Trustees in furtherance of the objects of the charity.

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 are the costs directly attributable to raising funds.

The income from fundraising ventures is shown gross, with the associated costs included within fundraising costs.

Charitable expenditure includes all costs directly relating to the objective of the charity and the costs involved in supporting that work.

Management and administration costs include those costs connected with management of the charity's assets, organisational management and administration and compliance with constitutional and statutory requirements.

Expenditure on management and administration of the charity includes all expenditure not directly related to the charitable activity of fundraising ventures. This also includes legal, independent examination fees and certain trust secretarial expenses.

Tangible fixed assets

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

Long term fixtures	- Straight line over 25 years
Refurbishments	- Straight line over 15 years
Leasehold improvements	- 1% on cost
Digital/sound & office equipment	- 20% on cost
Furniture & fixtures	- 25% on reducing balance and at varying rates on cost

Number 8

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

1. ACCOUNTING POLICIES - continued

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.

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

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

Pension costs and other post-retirement benefits

The Charity charitable company 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.

Grants received

Grants received are included in incoming resources when they are received.

Donations

Donations received are included in incoming resources when they are received.

2. DONATIONS AND LEGACIES

	31.12.22	31.12.21
	£	£
Donations	15,559	15,100
Grants	<u>4,050</u>	<u>94,822</u>
	<u>19,609</u>	<u>109,922</u>

Grants received, included in the above, are as follows:

	31.12.22	31.12.21
	£	£
Wychavon District Council	4,050	42,087
Government Grant	<u>-</u>	<u>52,735</u>
	<u>4,050</u>	<u>94,822</u>

Number 8

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

3. OTHER TRADING ACTIVITIES

	31.12.22	31.12.21
	£	£
Charity shop income	36,020	28,192
Sponsorships	700	-
Catering	119,970	41,132
Films, box office & live event	211,418	81,422
Space hire	22,351	6,438
Film/brochure advertising	4,368	392
Exhibition hire and commission	3,107	1,460
Workshops	21,764	9,169
Merchandising and voucher sale	2,419	2,666
Online booking fees	<u>6,773</u>	<u>183</u>
	<u>428,890</u>	<u>171,054</u>

4. INVESTMENT INCOME

	31.12.22	31.12.21
	£	£
Deposit account interest	<u>2,352</u>	<u>76</u>

5. RAISING FUNDS

Other trading activities

	31.12.22	31.12.21
	£	£
Opening stock	3,080	1,304
Purchases	140,081	54,852
Closing stock	(5,008)	(3,080)
Catering	46,211	18,437
Charity shop expenses	13,252	12,132
Support costs	<u>285,709</u>	<u>246,509</u>
	<u>483,325</u>	<u>330,154</u>

6. SUPPORT COSTS

	Management	Finance	Totals
	£	£	£
Other trading activities	<u>280,873</u>	<u>4,836</u>	<u>285,709</u>

Number 8

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

7. NET INCOME/(EXPENDITURE)

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

	31.12.22	31.12.21
	£	£
Depreciation - owned assets	41,954	44,074
Deficit on disposal of fixed assets	<u>1,660</u>	<u>-</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

9. STAFF COSTS

	31.12.22	31.12.21
	£	£
Wages and salaries	152,992	137,533
Social security costs	7,967	6,871
Other pension costs	<u>2,862</u>	<u>2,468</u>
	<u>163,821</u>	<u>146,872</u>

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

31.12.22	31.12.21
<u>7</u>	<u>7</u>

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	109,922	-	109,922
Other trading activities	171,054	-	171,054
Investment income	<u>76</u>	<u>-</u>	<u>76</u>
Total	<u>281,052</u>	<u>-</u>	<u>281,052</u>
EXPENDITURE ON			
Raising funds	<u>330,154</u>	<u>-</u>	<u>330,154</u>
NET INCOME/(EXPENDITURE)	(49,102)	-	(49,102)

Number 8

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted fund £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	2,133,935	-	2,133,935
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>2,084,833</u>	<u>-</u>	<u>2,084,833</u>

11. TANGIBLE FIXED ASSETS

	Long term fixtures £	Refurbishments £	Leasehold improvements £
COST			
At 1 January 2022	27,570	108,307	1,907,233
Additions	-	-	-
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2022	<u>27,570</u>	<u>108,307</u>	<u>1,907,233</u>
DEPRECIATION			
At 1 January 2022	3,308	35,443	324,364
Charge for year	1,103	7,220	19,264
Eliminated on disposal	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2022	<u>4,411</u>	<u>42,663</u>	<u>343,628</u>
NET BOOK VALUE			
At 31 December 2022	<u>23,159</u>	<u>65,644</u>	<u>1,563,605</u>
At 31 December 2021	<u>24,261</u>	<u>72,863</u>	<u>1,582,869</u>
	Digital/sound & office equipment £	Furniture & fixtures £	Totals £
COST			
At 1 January 2022	49,290	251,317	2,343,717
Additions	51,384	2,852	54,236
Disposals	-	(82,299)	(82,299)
	<hr/>	<hr/>	<hr/>
At 31 December 2022	<u>100,674</u>	<u>171,870</u>	<u>2,315,654</u>
DEPRECIATION			
At 1 January 2022	37,641	219,935	620,691
Charge for year	5,809	8,558	41,954
Eliminated on disposal	-	(80,638)	(80,638)
	<hr/>	<hr/>	<hr/>
At 31 December 2022	<u>43,450</u>	<u>147,856</u>	<u>582,009</u>
NET BOOK VALUE			
At 31 December 2022	<u>57,224</u>	<u>24,015</u>	<u>1,733,647</u>
At 31 December 2021	<u>11,649</u>	<u>31,382</u>	<u>1,723,026</u>

Number 8

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

12. STOCKS

	31.12.22	31.12.21
	£	£
Stocks	<u>5,008</u>	<u>3,080</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Trade debtors	2,894	2,075
Other debtors	-	1,500
Accrued income	368	-
Prepayments	<u>11,940</u>	<u>11,436</u>
	<u>15,202</u>	<u>15,011</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.22	31.12.21
	£	£
Trade creditors	66,866	13,873
VAT	823	338
Other creditors	13,403	7,325
Event hire holding account	5,950	540
Gallery/craft holding account	1,402	324
Deferred income	24,816	16,892
Accrued expenses	<u>15,200</u>	<u>10,507</u>
	<u>128,460</u>	<u>49,799</u>

15. MOVEMENT IN FUNDS

	At 1.1.22	Net movement in funds	At 31.12.22
	£	£	£
Unrestricted funds			
General fund	2,084,833	(32,474)	2,052,359
	<u>2,084,833</u>	<u>(32,474)</u>	<u>2,052,359</u>
TOTAL FUNDS			
	<u>2,084,833</u>	<u>(32,474)</u>	<u>2,052,359</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	450,851	(483,325)	(32,474)
	<u>450,851</u>	<u>(483,325)</u>	<u>(32,474)</u>
TOTAL FUNDS			
	<u>450,851</u>	<u>(483,325)</u>	<u>(32,474)</u>

Number 8

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	2,133,935	(49,102)	2,084,833
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>2,133,935</u>	<u>(49,102)</u>	<u>2,084,833</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	281,052	(330,154)	(49,102)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>281,052</u>	<u>(330,154)</u>	<u>(49,102)</u>

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

	At 1.1.21 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	2,133,935	(81,576)	2,052,359
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>2,133,935</u>	<u>(81,576)</u>	<u>2,052,359</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 fund	731,903	(813,479)	(81,576)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>731,903</u>	<u>(813,479)</u>	<u>(81,576)</u>

Number 8

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.