

MENTER CAERDYDD

England & Wales · Charity number 1098606

Details

Status	Registered
Legal form	Charitable company
Company number	04576565
Registered	2003-07-17
Register	View on the Charity Commission register

Contact

Address	Yr Hen Lyfrgell Heol y Drindod Yr Ais Caerdydd CF10 1BH
Phone	02920689888
Email	heulyn@mentercaerdydd.cymru
Website	www.mentercaerdydd.cymru

Activities

Objects: TO ADVANCE THE EDUCATION AND GENERAL KNOWLEDGE OF THE COMMUNITY BY THE PROMOTION OF THE WELSH LANGUAGE

Activities: MAE MENTER CAERDYDD YN HYRWYDDO'R GYMRAEG DRWY DDARPARU GWASANAETHAU CHWARAE AGORED, DARPARIAETH I DEULUOEDD, DARPARIAETH GOFAL A CHLYBIAU I BLANT, RHAGLEN HYFFORDDIANT A CHYRSIAU OEDOLION, GWEITHGAREDDAU CYMDEITHASOL, GWEITHGAREDDAU I DDYSGWYR A HYBU'R DEFNYDD O'R GYMRAEG YN Y SECTOR BREIFAT.

Classification

- **How:** Provides Human Resources, Provides Services
- **What:** Education/training
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** NOT DEFINED. IN PRACTICE CYNGOR SIR CAERDYDD
- Cardiff
- Vale Of Glamorgan

Finances

Period end	Income	Expenditure	Assets	Employees
2025-04-05	£985,484	£958,823	£225,775	156
2024-04-05	£905,018	£872,811	£199,113	96
2023-04-05	£762,544	£787,016	£166,906	118
2022-04-05	£624,897	£581,599	£191,378	116
2021-04-05	£480,159	£447,490	-	-

Trustees

Name	Role	Appointed
Sian Verona Meredith Poole	Chair	2020-11-23
Ceri James		2024-11-26
Elan Ial Jones		2024-11-26
Gwenno Mared George		2020-11-23
HUW ONLLWYN JONES		2017-11-28
Ieuan Gwyn Roberts		2019-11-20
Ilan Jones		2024-11-26
Liam Ellis		2018-11-28
Mari Phillips		2019-11-20
Rhian Huws Williams		2018-11-28
Sion Williams		2019-11-20

Accounts

COMPANY REGISTRATION NUMBER: 04576565
CHARITY REGISTRATION NUMBER: 1098606

Menter Caerdydd
Company Limited by Guarantee
Unaudited Financial Statements
5 April 2025

CARSTON ETL
Chartered accountants
1st Floor, Tudor House
16 Cathedral Road
Cardiff
CF11 9LJ

Menter Caerdydd

Company Limited by Guarantee

Financial Statements

Year ended 5 April 2025

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Menter Caerdydd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 5 April 2025

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 5 April 2025.

Reference and administrative details

Registered charity name	Menter Caerdydd
Charity registration number	1098606
Company registration number	04576565
Principal office and registered office	Yr Hen Llfrgell The Hayes Cardiff CF10 1BH

The trustees

S V M Poole	Chair
I Jones	(Appointed 26 November 2024)
C James	(Appointed 26 November 2024)
E L Jones	(Appointed 26 November 2024)
G M George	
S Williams	
I G Roberts	
M Phillips	
L Ellis	
R H Williams	
H O Jones	
J E Adams	(Resigned 26 November 2024)
S B Jones	(Resigned 26 November 2024)

Chief Executive H Rees

Independent examiner Carston ETL
1st Floor, Tudor House
16 Cathedral Road
Cardiff
CF11 9LJ

Menter Caerdydd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 5 April 2025

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 2025. 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).

AMBITION

The Welsh language becoming a central part of life in Cardiff.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the charity is to boost community education and general information by promoting the Welsh language.

MISSION STATEMENT

To promote and expand the social use of the Welsh language in Cardiff.

The work of Menter Caerdydd is central to supporting and delivering the Welsh Government's vision of one million Welsh speakers by 2050 and Cardiff Council's strategy of creating a fully bilingual city.

Our work supports the Well-being of Future Generations (Wales) Act 2015 in creating a Wales that we all want to live in, now and in the future. Central to our ambition is to see Cardiff as a place of vibrant culture in which the Welsh language thrives together with a society that promotes and protects our culture, heritage and language.

Each one of us, as partners, funders, stakeholders, volunteers and citizens, has an important contribution to make in achieving this.

STRATEGIC AIMS

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

Action Areas

Menter Caerdydd will work in the areas to support Cardiff Council's Local Strategies and the National Strategies of the Welsh Government:

- THE FAMILY
- CHILDREN
- YOUNG PEOPLE
- ADULTS
- TAFWYL
- THE COMMUNITY

Menter Caerdydd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 5 April 2025

Key Performance Indicators

Menter Caerdydd's Board has agreed a range of Key Performance Indicators to help scrutinise progress and measure impact against objectives.

Public benefit

The trustees have had due regard to the Charity Commissions guidance on public benefit.

The entire work of Menter Caerdydd is designed for the benefit of the public. The principal object is to boost community education and general information by promoting the Welsh language. This is done by delivering activities and events across Cardiff which are open to the public. The activities and events provide an opportunity for people of all ages to socialise and enjoy themselves in a friendly and inclusive environment. The service is widely publicised and new people encouraged to take part. There is an increasing demand for the provision from the public in all parts of the county.

Some of the activities are free and when there is a need to charge the costs are kept as low as possible to encourage participation and engagement.

Volunteers

Thanks go to the army of volunteers who serve on Menter Caerdydd's Board and committees and who work on our numerous projects. We have over 80 volunteers who work with us on a broad range of services throughout the year and provide an invaluable contribution to the delivery of activities provided by Menter Caerdydd across the city.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

Menter Caerdydd provides a wide range of services through the medium of Welsh in Cardiff and the surrounding area. An outline of the work can be seen on the Menter Caerdydd's website www.mentercaerdydd.cymru

Last year was another successful year for Menter Caerdydd as we continued to develop our service across the city. An outline of the work can be seen on Menter Caerdydd's website and social media platforms.

We succeeded in receiving funding from a number of departments within Cardiff Council including Play Services, the Leisure Department, Caerdydd Ddwylieithog, Education Department and Youth Services. We also received funding towards our services from the Welsh Government and the Arts Council of Wales. Menter Caerdydd is a workforce of 10 staff (4 full-time, 6 part-time) and 146 casual staff.

This year was another successful year for Tafwyl in partnership with main funders Cardiff Council, the Arts Council of Wales and the Welsh Government as well as more than 60 partners and sponsors. Tafwyl was held for the second year running in Bute Park and drew an attendance of 36,000. Whilst being broadcast live over two evenings.

The weekly out-of-school and work activities are essential in order to ensure that the community have opportunities to use their Welsh on a social level outside the classroom/work as well as a chance to develop new skills, meet new people and enjoy new experiences

Menter Caerdydd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 5 April 2025

FINANCIAL REVIEW

The charity's results are reported in the Statement of Financial Activities on page 8.

A sum total of £985,484 was recognised as income (2024- £905,018) and a total of £958,823 was included as expenditure (2024- £872,811). This gave a net surplus of £26,661 (2024 £32,207). The surplus on unrestricted funds in the year was £26,661.

The total funds carried forward are £225,775 (2024- £199,113), after adjusting for funds tied up in fixed assets, free reserves were £222,734.

Principal funding sources

Menter Caerdydd is grateful to the Welsh Government, Cardiff Council and other sponsors for their continued financial support to Menter Caerdydd's activities. Details can be seen in the notes to the accounts.

Reserves policy

The trustees have considered the needs of the charity for financial reserves in accordance with the guidelines given by the Charity Commission and have adopted the following policies -

The need for a reserve funds is:

- a) To have money to earmark for special projects in order to develop them or realise them in a short period of time.
- b) To ensure that money is available for administration and support costs which enable the charity to operate especially during the period at the beginning of a new financial year.
- c) To provide a sufficient reserve to enable its voluntary fundraising scheme to operate.

The current policy of the trustees is the financial reserve should be approximately 14% - 18% of expenditure. This equates to £81,000 to £105,000. The trustees consider the current level of reserves to be sufficient to meet the charity's needs.

Menter Caerdydd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 5 April 2025

Plans for future periods

Menter Caerdydd is committed to ensuring that our work continues to reflect the needs of the diverse Welsh communities in the capital city. We have been realistic in recognising that we face a challenging economic period but by working in partnership with organisations throughout the city, and with partners from the third sector, the public sector and the private sector we are confident that we continue to fulfil the objectives in our new Corporate Plan (2022-27) and that our services have a positive impact on the Welsh language in Cardiff.

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

By concentrating on these main priorities Menter Caerdydd will play a key role in the work of promoting the Welsh language in the city and will deal with the main strategic priorities of the Welsh Government of reaching a million Welsh speakers by 2050, and Cardiff Council's Bilingual Cardiff Strategy.

Ever since we had to change our provision during Covid times we have continued to offer some element of our delivery online and we see this continuing into the future. 2024-25 continued to see an increase in our adult education provision as a result of funding from The Adult Education team at Cardiff Council.

The Board and staff at Menter Caerdydd have worked tirelessly throughout, collaborating with colleagues from the other organisations across Wales to ensure that Welsh language social opportunities have continued to be delivered throughout.

Menter Caerdydd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 5 April 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association and constitutes a company limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The Board of Trustees are elected on an annual basis by the members of the charitable company at the Annual General Meeting. Invitations for nominations of new trustees are sent to all members with notice of the proposed Annual General Meeting, and nominations are accepted up seven days before the date of the meeting. Proposed trustees are required to be nominated by two different members of the charitable company before their nomination can be considered.

Organisational structure

Menter Caerdydd Chief Executive is responsible for the day to day running of the organisation and all staff and financial needs of the organisation. The Board of Trustees meets 5 times per year and the CEO attended all meeting and presents a written and formal presentation of the service delivery of the organisation to date. Every aspect of governance and finance are discussed during every board meeting.

Induction and training of new trustees

We recognise that the work that trustees do is invaluable to the organisation, and that good governance is a vital part of how we as an organisation operate and are held accountable for what we do. Menter Caerdydd is working towards the third sector Trusted Charity quality assurance mark. This programme will provide the structure and framework to ensure that Trustees are provided with the support and leadership that they need in order to conduct their duties as Trustees to the best of their abilities and that induction and training is at the forefront of our support to them.

Key management remuneration

This is discussed within the Personnel sub-committee that meets once per year to discuss and make decisions on any remuneration issues within the organisation. The Chair, Vice Chair and Treasurer as well as the CEO/Company Secretary are key members of this committee

The trustees' annual report was approved on 25/11/2025 and signed on behalf of the board of trustees by:

SIÂN POOLE ^{or} (sign) 

SIÂN POOLE (print name)
Trustee

Menter Caerdydd

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Menter Caerdydd (continued)

Year ended 5 April 2025

I report to the trustees on my examination of the financial statements of Menter Caerdydd ('the charity') for the year ended 5 April 2025.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants (ACCA), which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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.



Farzana Ahmed FCCA
Independent Examiner
Carston ETL
1st Floor, Tudor House
16 Cathedral Road
Cardiff
CF11 9LJ

Date: 26/11/2025

Menter Caerdydd

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 5 April 2025

			2025		2024
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	84,212	640,679	724,891	718,821
Charitable activities	6	246,428	—	246,428	176,210
Investment income	7	2,275	—	2,275	2,094
Other income	8	11,890	—	11,890	7,893
Total income		<u>344,805</u>	<u>640,679</u>	<u>985,484</u>	<u>905,018</u>
Expenditure					
Expenditure on charitable activities	9,10	318,144	640,679	958,823	872,811
Total expenditure		<u>318,144</u>	<u>640,679</u>	<u>958,823</u>	<u>872,811</u>
Net income and net movement in funds		<u>26,661</u>	<u>—</u>	<u>26,661</u>	<u>32,207</u>
Reconciliation of funds					
Total funds brought forward		199,114	—	199,114	166,906
Total funds carried forward		<u>225,775</u>	<u>—</u>	<u>225,775</u>	<u>199,113</u>

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

The notes on pages 11 to 22 form part of these financial statements.

Menter Caerdydd

Company Limited by Guarantee

Statement of Financial Position

5 April 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible fixed assets	16	3,041	1,614
Current assets			
Debtors	17	71,677	211,943
Cash at bank and in hand		277,276	180,090
		348,953	392,033
Creditors: amounts falling due within one year	18	126,219	194,534
Net current assets		222,734	197,499
Total assets less current liabilities		225,775	199,113
Net assets		225,775	199,113
Funds of the charity			
Unrestricted funds		225,775	199,113
Total charity funds	20	225,775	199,113

For the year ending 5 April 2025 the charity 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 the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 25/11/2025, and are signed on behalf of the board by:

 (sign)

SIÂN POOLE (print name)
Trustee

The notes on pages 11 to 22 form part of these financial statements.

Menter Caerdydd

Company Limited by Guarantee

Statement of Cash Flows

Year ended 5 April 2025

	2025 £	2024 £
Cash flows from operating activities		
Net income	26,661	32,207
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	817	600
Other interest receivable and similar income	(2,275)	(2,094)
Accrued (income)/expenses	(78,700)	63,456
<i>Changes in:</i>		
Trade and other debtors	140,266	(121,272)
Trade and other creditors	10,385	(21,991)
Cash generated from operations	97,154	(49,094)
Interest received	2,275	2,094
Net cash from/(used in) operating activities	<u>99,429</u>	<u>(47,000)</u>
Cash flows from investing activities		
Purchase of tangible assets	(2,244)	(1,797)
Net cash used in investing activities	<u>(2,244)</u>	<u>(1,797)</u>
Net increase/(decrease) in cash and cash equivalents	97,185	(48,797)
Cash and cash equivalents at beginning of year	<u>180,090</u>	<u>228,887</u>
Cash and cash equivalents at end of year	<u>277,276</u>	<u>180,090</u>

The notes on pages 11 to 22 form part of these financial statements.

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 5 April 2025

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Yr Hen Llfrgell, The Hayes, Cardiff, CF10 1BH.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

After making reasonable enquiries and having considered other factors on the financial performance of the charity and its current performance including current economic conditions, the Trustee's believe that the charity will be able to continue to fulfil its charitable purpose, will be able to meet its liabilities as they fall due, and will have adequate resources to continue in operational existence for the foreseeable future. Accordingly, the trustees continue to adopt the going concern basis in preparing the financial statements

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

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

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are 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 donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating leases

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.

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant & Equipment	- 20% - 33% straight line
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Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

Each member of the Board of Trustees has undertaken to guarantee the Charity's debts to the sum of £1 each.

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Donations			
Donations	529	—	529
Grants			
Llywodraeth Cymru - Grant Adran Cymraeg 2050	—	196,736	196,736
Cyngor Sir Caerdydd - Grant Chwarae	—	89,880	89,880
Cyngor Sir Caerdydd - Grant Gweithgareddau Gwyliau	—	20,000	20,000
Cyngor Sir Caerdydd - Grant Oedolion	—	98,350	98,350
Cyngor Sir Caerdydd - Grant Hamdden	—	15,000	15,000
Cyngor Sir Caerdydd - Grant Gofal Plant	—	40,917	40,917
Cyngor Celfyddydau Cymru - Tafwyl	—	84,500	84,500
Arts and Business - Tafwyl	—	—	—
Urdd Gobaith Cymru - Grant Leuenctid	—	38,000	38,000
For Cardiff - Tafwyl	—	—	—
Confa Gari - Tafwyl	—	—	—
The British Council - Tafwyl	—	—	—
Mentrau Iaith Cymru	—	—	—
Y Loteri Genedlaethol - Henoed	—	11,646	11,646
Y Loteri Genedlaethol - Tafwyl	—	12,400	12,400
Cyngor Sir Caerdydd - Tafwyl	—	33,250	33,250
Grants various	2,350	—	2,350
Sponsorship			
Sponsorship	81,333	—	81,333
	<u>84,212</u>	<u>640,679</u>	<u>724,891</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Donations			
Donations	1,576	—	1,576

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Grants			
Llywodraeth Cymru - Grant Adran Cymraeg 2050	146,736	45,000	191,736
Cyngor Sir Caerdydd - Grant Chwarae	—	106,595	106,595
Cyngor Sir Caerdydd - Grant Gweithgareddau Gwyliau	—	30,000	30,000
Cyngor Sir Caerdydd - Grant Oedolion	—	25,000	25,000
Cyngor Sir Caerdydd - Grant Hamdden	—	15,000	15,000
Cyngor Sir Caerdydd - Grant Gofal Plant	—	32,954	32,954
Cyngor Celfyddydau Cymru - Tafwyl	—	50,000	50,000
Arts and Business - Tafwyl	—	6,350	6,350
Urdd Gobaith Cymru - Grant Leuenctid	—	38,000	38,000
For Cardiff - Tafwyl	—	5,000	5,000
Confa Gari - Tafwyl	—	1,700	1,700
The British Council - Tafwyl	—	27,000	27,000
Mentrau Iaith Cymru	—	500	500
Y Loteri Genedlaethol - Henoed	—	27,533	27,533
Y Loteri Genedlaethol - Tafwyl	—	10,000	10,000
Cyngor Sir Caerdydd - Tafwyl	—	60,000	60,000
Grants various	—	16,128	16,128
Sponsorship			
Sponsorship	73,749	—	73,749
	<u>222,061</u>	<u>496,760</u>	<u>718,821</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Fee Income	<u>246,428</u>	<u>246,428</u>	<u>176,210</u>	<u>176,210</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Bank interest receivable	<u>2,275</u>	<u>2,275</u>	<u>2,094</u>	<u>2,094</u>

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

8. Other income

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Other income	<u>11,890</u>	<u>11,890</u>	<u>7,893</u>	<u>7,893</u>

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
The enhancement of community education and general information by promoting the Welsh language	83,099	454,529	537,628
Tafwyl	162,035	186,150	348,184
Support costs	<u>73,010</u>	<u>—</u>	<u>73,011</u>
	<u>318,144</u>	<u>640,679</u>	<u>958,823</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
The enhancement of community education and general information by promoting the Welsh language	168,228	276,710	444,938
Tafwyl	148,484	220,050	368,534
Support costs	<u>59,339</u>	<u>—</u>	<u>59,339</u>
	<u>376,051</u>	<u>496,760</u>	<u>872,811</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2025 £	Total fund 2024 £
The enhancement of community education and general information by promoting the Welsh language	537,628	67,658	605,286	499,357
Tafwyl	348,184	—	348,184	368,534
Governance costs	<u>—</u>	<u>5,353</u>	<u>5,353</u>	<u>4,920</u>
	<u>885,812</u>	<u>73,011</u>	<u>958,823</u>	<u>872,811</u>

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

11. Analysis of support costs

	Analysis of support costs	Total 2025	Total 2024
	£	£	£
Premises	29,267	29,267	29,209
Communications and IT	11,977	11,977	11,475
General office	26,414	26,414	13,735
Governance costs	5,353	5,353	4,920
	<u>73,011</u>	<u>73,011</u>	<u>59,339</u>

12. Net income

Net income is stated after charging/(crediting):

	2025	2024
	£	£
Depreciation of tangible fixed assets	<u>817</u>	<u>600</u>

13. Independent examination fees

	2025	2024
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>4,440</u>	<u>—</u>

14. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2025	2024
	£	£
Wages and salaries	433,622	312,509
Social security costs	24,732	21,228
Employer contributions to pension plans	19,453	17,742
	<u>411,868</u>	<u>351,479</u>

The charity employs 6 full-time and 5 part-time staff (2024- 6 full time and 6 part time) and 106 casual staff.

The number of employees whose remuneration for the year fell within the following bands, were:

	2025	2024
	No.	No.
£60,000 to £69,999	<u>1</u>	<u>—</u>

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £71,232 (2024: £66,917).

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

All trustees are entitled to claim the cost of attending trustee meetings. The total reimbursed was £nil (2024: £nil).

16. Tangible fixed assets

	Equipment £
Cost	
At 6 April 2024	12,479
Additions	2,244
At 5 April 2025	<u>14,723</u>
Depreciation	
At 6 April 2024	10,865
Charge for the year	817
At 5 April 2025	<u>11,682</u>
Carrying amount	
At 5 April 2025	<u>3,041</u>
At 5 April 2024	<u>1,614</u>

17. Debtors

	2025 £	2024 £
Trade debtors	13,330	106,614
Prepayments and accrued income	58,347	102,976
Other debtors	—	2,353
	<u>71,677</u>	<u>211,943</u>

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

18. Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	14,229	5,766
Accruals and deferred income	100,193	178,893
Social security and other taxes	8,223	6,687
Other creditors	3,574	3,188
	<u>126,219</u>	<u>194,534</u>

19. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £19,453 (2024: £17,742).

20. Analysis of charitable funds

Unrestricted funds

	At 6 April 2024	Income	Expenditure	At 5 April 2025
	£	£	£	£
General funds	<u>199,114</u>	<u>344,805</u>	<u>(318,144)</u>	<u>225,775</u>

	At 6 April 2023	Income	Expenditure	At 5 April 2024
	£	£	£	£
General funds	<u>166,906</u>	<u>408,258</u>	<u>(376,051)</u>	<u>199,113</u>

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

20. Analysis of charitable funds *(continued)*

Restricted funds

	At 6 April 2024 £	Income £	Expenditure £	At 5 April 2025 £
Tafwyl	—	186,151	(186,151)	—
Care	—	40,916	(40,916)	—
Play	—	104,880	(104,880)	—
Holiday Activities	—	20,000	(20,000)	—
Welsh Medium Youth Services	—	32,000	(32,000)	—
Welsh Government Grant	—	146,736	(146,736)	—
Gweithgareddau Henoed	—	11,646	(11,646)	—
Gwansanaethau Oedolion	—	98,350	(98,350)	—
	—	<u>640,679</u>	<u>(640,679)</u>	—

	At 6 April 2023 £	Income £	Expenditure £	At 5 April 2024 £
Tafwyl	—	220,050	(220,050)	—
Care	—	40,082	(40,082)	—
Play	—	146,595	(146,595)	—
Holiday Activities	—	30,000	(30,000)	—
Welsh Medium Youth Services	—	32,000	(32,000)	—
Gweithgareddau Henoed	—	27,533	(27,533)	—
Gwansanaethau Dysgwyr	—	500	(500)	—
	—	<u>496,760</u>	<u>(496,760)</u>	—

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

20. Analysis of charitable funds *(continued)*

Tafwyl - Tafwyl restricted fund represents all restricted funding received in relation to Tafwyl festival that is held annually in June/July. Income received is made up of restricted grants.

Care - Funding received from Cardiff County Council for Care programmes run by Menter Caerdydd across Cardiff.

Play - funding received from Cardiff County Council for play programmes run by Menter across Cardiff.

Holiday activities - funding received from Cardiff County Council for language support programmes run by Menter Caerdydd across Cardiff during school holidays,

Welsh medium youth services - funding received from Urdd Gobaith Cymru to run Welsh Medium youth services across Cardiff.

Welsh Government grant – funding received towards encouraging and promoting the use of Welsh language.

Gweithgareddau Henoed- funding received from the National Lottery for programmes for the elderly run by Menter Caerdydd.

Gwansanaethau Oedolion – funding received from Welsh Government towards adult learning.

Gwansanaethau Dysgwyr - funding provided by Mentrau Iaith Cymry to host a local quiz in Welsh run by Menter Caerdydd.

21. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2025 £
Tangible fixed assets	3,041	3,041
Current assets	348,953	348,953
Creditors less than 1 year	(126,219)	(126,219)
Net assets	225,775	225,775

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	1,614	1,614
Current assets	392,033	392,033
Creditors less than 1 year	(194,534)	(194,534)
Net assets	199,113	199,113

22. Analysis of changes in net debt

	At 6 Apr 2024 £	Cash flows £	At 5 Apr 2025 £
Cash at bank and in hand	180,090	97,186	277,276

Menter Caerdydd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 5 April 2025

23. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2025	2024
	£	£
Not later than 1 year	2,665	2,665
Later than 1 year and not later than 5 years	9,422	12,087
	<u>12,087</u>	<u>14,752</u>

Accounts

REGISTERED COMPANY NUMBER: 04576565 (England and Wales)
REGISTERED CHARITY NUMBER: 1098606

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2024
FOR
MENTER CAERDYDD**

MHA
Chartered Accountants and Statutory Auditor
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
CF23 8RS

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Cash Flow Statement	10
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Notes to the Financial Statements	12 to 20

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 2024. 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).

AMBITION

The Welsh language becoming a central part of life in Cardiff.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the charity is to boost community education and general information by promoting the Welsh language.

MISSION STATEMENT

To promote and expand the social use of the Welsh language in Cardiff.

The work of Menter Caerdydd is central to supporting and delivering the Welsh Government's vision of one million Welsh speakers by 2050 and Cardiff Council's strategy of creating a fully bilingual city.

Our work supports the Well-being of Future Generations (Wales) Act 2015 in creating a Wales that we all want to live in, now and in the future. Central to our ambition is to see Cardiff as a place of vibrant culture in which the Welsh language thrives together with a society that promotes and protects our culture, heritage and language.

Each one of us, as partners, funders, stakeholders, volunteers and citizens, has an important contribution to make in achieving this.

STRATEGIC AIMS

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

Action Areas

Menter Caerdydd will work in the areas to support Cardiff Council's Local Strategies and the National Strategies of the Welsh Government:

- THE FAMILY
- CHILDREN
- YOUNG PEOPLE
- ADULTS
- TAFWYL
- THE COMMUNITY

Key Performance Indicators

Menter Caerdydd's Board has agreed a range of Key Performance Indicators to help scrutinise progress and measure impact against objectives.

Public benefit

The trustees have had due regard to the Charity Commissions guidance on public benefit.

The entire work of Menter Caerdydd is designed for the benefit of the public. The principal object is to boost community education and general information by promoting the Welsh language. This is done by delivering activities and events across Cardiff which are open to the public. The activities and events provide an opportunity for people of all ages to socialise and enjoy themselves in a friendly and inclusive environment. The service is widely publicised and new people encouraged to take part. There is an increasing demand for the provision from the public in all parts of the county.

Some of the activities are free and when there is a need to charge the costs are kept as low as possible to encourage participation and engagement.

OBJECTIVES AND ACTIVITIES

Volunteers

Thanks go to the army of volunteers who serve on Menter Caerdydd's Board and committees and who work on our numerous projects. We have over 80 volunteers who work with us on a broad range of services throughout the year and provide an invaluable contribution to the delivery of activities provided by Menter Caerdydd across the city.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Menter Caerdydd provides a wide range of services through the medium of Welsh in Cardiff and the surrounding area. An outline of the work can be seen on the Menter Caerdydd's website www.mentercaerdydd.cymru

Last year was another successful year for Menter Caerdydd as we continued to develop our service across the city. An outline of the work can be seen on Menter Caerdydd's website and social media platforms.

We succeeded in receiving funding from a number of departments within Cardiff Council including Play Services, the Leisure Department, Caerdydd Ddwyeithog, Education Department and Youth Services. We also received funding towards our services from the Welsh Government and the Arts Council of Wales. Menter Caerdydd is a workforce of 10 staff (4 full-time, 6 part-time) and 146 casual staff.

This year was another successful year for Tafwyl in partnership with main funders Cardiff Council, the Arts Council of Wales and the Welsh Government as well as more than 60 partners and sponsors. Tafwyl was held for the second year running in Bute Park and drew an attendance of 36,000. Whilst being broadcast live over two evenings.

The weekly out-of-school and work activities are essential in order to ensure that the community have opportunities to use their Welsh on a social level outside the classroom/work as well as a chance to develop new skills, meet new people and enjoy new experiences

FINANCIAL REVIEW

Financial position

The charity's results are reported in the Statement of Financial Activities on page 8.

A sum total of £905,018 was recognised as income (2023 - £762,544) and a total of £872,811 was included as expenditure (2023 - £787,016). This gave a net surplus of £32,207 (2023 - net deficit of £24,472). The surplus on unrestricted funds in the year was £32,207.

The total funds carried forward are £199,113 (2023 - £166,906), after adjusting for funds tied up in fixed assets, free reserves were £197,499.

Principal funding sources

Menter Caerdydd is grateful to the Welsh Government, Cardiff Council and other sponsors for their continued financial support to Menter Caerdydd's activities. Details can be seen in the notes to the accounts.

Reserves policy

The trustees have considered the needs of the charity for financial reserves in accordance with the guidelines given by the Charity Commission and have adopted the following policies -

The need for a reserve funds is:

- a) To have money to earmark for special projects in order to develop them or realise them in a short period of time.
- b) To ensure that money is available for administration and support costs which enable the charity to operate especially during the period at the beginning of a new financial year.
- c) To provide a sufficient reserve to enable its voluntary fundraising scheme to operate.

The current policy of the trustees is the financial reserve should be approximately 14% - 18% of expenditure. This equates to £123,000 to £157,000. The trustees consider the current level of reserves to be sufficient to meet the charity's needs.

The additional spend against budgets is mainly due to the upgrade costs of the holiday childcare website to improve administrative efficiency and customer service.

FUTURE PLANS

Menter Caerdydd is committed to ensuring that our work continues to reflect the needs of the diverse Welsh communities in the capital city. We have been realistic in recognising that we face a challenging economic period but by working in partnership with organisations throughout the city, and with partners from the third sector, the public sector and the private sector we are confident that we continue to fulfil the objectives in our new Corporate Plan (2022-27) and that our services have a positive impact on the Welsh language in Cardiff.

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

By concentrating on these main priorities Menter Caerdydd will play a key role in the work of promoting the Welsh language in the city and will deal with the main strategic priorities of the Welsh Government of reaching a million Welsh speakers by 2050, and Cardiff Council's Bilingual Cardiff Strategy.

Ever since we had to change our provision during Covid times we have continued to offer some element of our delivery online and we see this continuing into the future. 2023-24 also saw a significant increase in our adult education provision as a result of funding from The Adult Education team at Cardiff Council.

The Board and staff at Menter Caerdydd have worked tirelessly throughout, collaborating with colleagues from the other organisations across Wales to ensure that Welsh language social opportunities have continued to be delivered throughout.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association and constitutes a company limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The Board of Trustees are elected on an annual basis by the members of the charitable company at the Annual General Meeting. Invitations for nominations of new trustees are sent to all members with notice of the proposed Annual General Meeting, and nominations are accepted up seven days before the date of the meeting. Proposed trustees are required to be nominated by two different members of the charitable company before their nomination can be considered.

Organisational structure

Menter Caerdydd Chief Executive is responsible for the day to day running of the organisation and all staff and financial needs of the organisation. The Board of Trustees meets 5 times per year and the CEO attended all meeting and presents a written and formal presentation of the service delivery of the organisation to date. Every aspect of governance and finance are discussed during every board meeting.

Induction and training of new trustees

We recognise that the work that trustees do is invaluable to the organisation, and that good governance is a vital part of how we as an organisation operate and are held accountable for what we do. Menter Caerdydd is working towards the third sector Trusted Charity quality assurance mark. This programme will provide the structure and framework to ensure that Trustees are provided with the support and leadership that they need in order to conduct their duties as Trustees to the best of their abilities and that induction and training is at the forefront of our support to them.

Key management remuneration

This is discussed within the Personnel sub-committee that meets once per year to discuss and make decisions on any remuneration issues within the organisation. The Chair, Vice Chair and Treasurer as well as the CEO/Company Secretary are key members of this committee.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04576565 (England and Wales)

Registered Charity number

1098606

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2024

Registered office

Yr Hen Lyfrgell
The Hayes
Cardiff
County of Cardiff
CF10 1BH

Trustees

J E Adams	Chair
H O Jones	
I A Walters	resigned 12 September 2023
P G Williams	
L Ellis	
R H Williams	
I G Roberts	
C S Roberts	resigned 12 September 2023
M Phillips	
S B Jones	
S Williams	
G M George	Treasurer
S V M Poole	

Co-opted to the Board:

E Jones
I Jones

Chief Executive and Company Secretary

Heulyn Rees

Auditors

MHA
Chartered Accountants and Statutory Auditor
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Menter Caerdydd 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).

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.

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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.

Approved by order of the Board of Trustees on 26 November 2024 and signed on its behalf by:


J.E. Adams - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MENTER CAERDYDD

Opinion

We have audited the financial statements of Menter Caerdydd (the 'charitable company') for the year ended 5 April 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 5 April 2024 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; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable 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 trustees' 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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 the audit:

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

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 Report of the Trustees.

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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MENTER CAERDYDD

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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 company's 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 a Report of the Independent Auditors 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. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

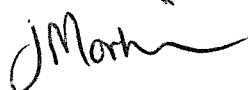
- Enquiry of management, those charged with governance around actual and potential litigation and claims;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias
- Reviewing minutes of meetings of those charged with governance;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. 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.



Julia Mortimer (Senior Statutory Auditor)
for and on behalf of MHA
Chartered Accountants and Statutory Auditor
CARDIFF
CF23 8RS

Date: 16 December 2024

MHA is the trading name of MacIntyre Hudson LLP, a limited liability partnership in England and Wales (registered number OC312313)

MENTER CAERDYDD

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 5 APRIL 2024**

	Notes	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	222,061	496,760	718,821	609,948
Charitable activities	5				
The enhancement of community education and general information by promoting the Welsh language		176,210	-	176,210	140,584
Investment income	4	2,094	-	2,094	270
Other income	6	7,893	-	7,893	11,742
Total		<u>408,258</u>	<u>496,760</u>	<u>905,018</u>	<u>762,544</u>
EXPENDITURE ON					
Charitable activities	7				
The enhancement of community education and general information by promoting the Welsh language		<u>376,051</u>	<u>496,760</u>	<u>872,811</u>	<u>787,016</u>
NET INCOME/(EXPENDITURE)		32,207	-	32,207	(24,472)
RECONCILIATION OF FUNDS					
Total funds brought forward		166,906	-	166,906	191,378
TOTAL FUNDS CARRIED FORWARD		<u>199,113</u>	<u>-</u>	<u>199,113</u>	<u>166,906</u>

The notes form part of these financial statements

MENTER CAERDYDD

**BALANCE SHEET
5 APRIL 2024**

	Notes	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	14	1,614	-	1,614	417
CURRENT ASSETS					
Debtors	15	110,434	101,509	211,943	90,671
Cash at bank and in hand		<u>175,849</u>	<u>4,241</u>	<u>180,090</u>	<u>228,887</u>
		286,283	105,750	392,033	319,558
CREDITORS					
Amounts falling due within one year	16	(88,784)	(105,750)	(194,534)	(153,069)
NET CURRENT ASSETS		<u>197,499</u>	<u>-</u>	<u>197,499</u>	<u>166,489</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>199,113</u>	<u>-</u>	<u>199,113</u>	<u>166,906</u>
NET ASSETS		<u>199,113</u>	<u>-</u>	<u>199,113</u>	<u>166,906</u>
FUNDS	18				
Unrestricted funds				<u>199,113</u>	<u>166,906</u>
TOTAL FUNDS				<u>199,113</u>	<u>166,906</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 26 November 2024 and were signed on its behalf by:


.....
J.E. Adams - Trustee

MENTER CAERDYDD**CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2024**

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(49,094)</u>	<u>(38,600)</u>
Net cash used in operating activities		<u>(49,094)</u>	<u>(38,600)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(1,797)	-
Interest received		<u>2,094</u>	<u>270</u>
Net cash provided by investing activities		<u>297</u>	<u>270</u>
Change in cash and cash equivalents in the reporting period		(48,797)	(38,330)
Cash and cash equivalents at the beginning of the reporting period		<u>228,887</u>	<u>267,217</u>
Cash and cash equivalents at the end of the reporting period		<u>180,090</u>	<u>228,887</u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2024

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	32,207	(24,472)
Adjustments for:		
Depreciation charges	600	1,000
Interest received	(2,094)	(270)
Increase in debtors	(121,272)	(6,108)
Increase/(decrease) in creditors	<u>41,465</u>	<u>(8,750)</u>
Net cash used in operations	<u>(49,094)</u>	<u>(38,600)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 6/4/23 £	Cash flow £	At 5/4/24 £
Net cash			
Cash at bank and in hand	<u>228,887</u>	<u>(48,797)</u>	<u>180,090</u>
	<u>228,887</u>	<u>(48,797)</u>	<u>180,090</u>
Total	<u>228,887</u>	<u>(48,797)</u>	<u>180,090</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2024**

1. STATUTORY INFORMATION

Menter Caerdydd is a company limited by guarantee incorporated in Wales within the United Kingdom. The registered office is Yr Hen Lyfrgell, The Hayes, Cardiff, CF10 1BH.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The principal activities and nature of the charity's operations is to create opportunities for Welsh speakers to use the language by supporting the present Welsh language activities and to encourage and promote a community ownership of the Welsh language.

The reporting period end date is the 5 April 2024. The charity has opted to follow the Companies Act reporting within seven day rule therefore the financial statements cover the period up to the 31 March 2024.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

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.

Preparation of the accounts on a going concern basis

The financial statements have been prepared on a going concern basis, with the charity having confirmation in place from many of its funders up to 31 March 2025. In addition, the Charity continues to raise funds from Trusts and individuals, enabling a range of support programmes. The trustees are confident that Menter Caerdydd will be able to tailor service provision in line with the funding available and will look to obtain additional funding from other sources. As a result the trustees consider it appropriate for the financial statements to be prepared on a going concern basis.

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.

This includes capital grants.

Donations and legacies income

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature and is recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income from charitable activities

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Investment income

Investment income is recognised on a receivable basis.

2. ACCOUNTING POLICIES - continued

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. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

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

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity as well as a proportion of salaries based on an approximation of time spent in this area.

Tangible fixed assets

Fixed assets are initially recorded at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimate residual value over the useful economic life of the asset as follows:

Plant and equipment	- 20% - 33% per annum of cost
---------------------	-------------------------------

Taxation

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

Fund accounting

Unrestricted funds are available for use at the trustees' discretion for any purpose within the objects of the charity.

Restricted funds have been received with stipulation from the donor as to the purpose for which they may be used.

Designated funds are unrestricted funds earmarked by the board for particular purposes in the future.

Transfers from unrestricted to restricted funds are made when required to support under funded activities.

Financial instruments

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

Debtors

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

Creditors

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

Pension costs and other post-retirement benefits

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The charitable company makes contributions to personal pension schemes on behalf of its employees. Contributions are charged to the Statement of Financial Activities in the period to which they relate.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

3. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations	1,576	941
Grants	643,496	566,357
Sponsorship	<u>73,749</u>	<u>42,650</u>
	<u>718,821</u>	<u>609,948</u>

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

	2024	2023
	£	£
Llywodraeth Cymru – Grant Adran Cymraeg 2050	191,736	204,605
Cyngor Sir Caerdydd – Grant Chwarae	106,595	96,410
Cyngor Sir Caerdydd – Grant Gweithgareddau Gwyliau	30,000	30,000
Cyngor Sir Caerdydd – Grant Oedolion	25,000	15,000
Cyngor Sir Caerdydd – Grant Hamdden	15,000	15,000
Cyngor Sir Caerdydd – Grant Gofal Plant	32,954	32,954
Cyngor Celfyddydau Cymru - Tafwyl	50,000	50,000
Arts and Business - Tafwyl	6,350	7,500
Urdd Gobaith Cymru - Grant Ieuenctid	38,000	38,000
For Cardiff - Tafwyl	5,000	-
Cronfa Gari - Tafwyl	1,700	4,000
The British Council - Tafwyl	27,000	18,000
Mentrau Iaith Cymru	500	1,500
Y Loteri Genedlaethol - Henoed	27,533	26,388
Cyngor Sir Caerdydd – Haf o Hwyl	-	5,000
Mentrau Iaith Cymru – Haf o Hwyl	-	12,000
Y Loteri Genedlaethol - Tafwyl	10,000	10,000
Ashley Foundation	6,000	-
Cyngor Sir Caerdydd - Tafwyl	60,000	-
Ty Cerdd - Tafwyl	3,000	-
Assisted Places Grant - Pasg	5,928	-
CPC - Bursary	<u>1,200</u>	<u>-</u>
	<u>643,496</u>	<u>566,357</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

4. INVESTMENT INCOME

	2024	2023
	£	£
Deposit account interest	<u>2,094</u>	<u>270</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2024	2023
	£	£
Fee income	<u>176,210</u>	<u>140,584</u>
	<u>176,210</u>	<u>140,584</u>

The only charitable activity is the enhancement of Community education and general information by promoting the Welsh Language.

6. OTHER INCOME

	2024	2023
	£	£
Reimbursement of costs	2,500	4,717
Christmas event at Castle Coch	-	1,600
Recording and broadcasting fee for Tafwyl	-	5,300
Run 4 Wales - Cardiff Half Marathon	3,850	-
Performances	1,200	-
Other	<u>343</u>	<u>125</u>
	<u>7,893</u>	<u>11,742</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
The enhancement of community education and general information by promoting the Welsh language	<u>813,472</u>	<u>59,339</u>	<u>872,811</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2024	2023
	£	£
Staff costs	274,731	251,089
Activities	75,273	64,872
Play schemes	70,023	86,190
Tafwyl	368,534	321,116
Clubs and children's clubs	24,311	19,050
Depreciation	<u>600</u>	<u>1,000</u>
	<u>813,472</u>	<u>743,317</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

9. SUPPORT COSTS

	2024	2023
	£	£
Rent, rates and water	14,567	11,261
Insurance	2,158	2,499
Telephone	6,736	4,333
Computer costs	4,739	3,019
Printing, postage and stationery	1,106	927
Sundries	1,579	788
Management and administration	5,808	2,219
Travel and subsistence	5,279	2,935
Professional costs	2,648	1,416
Equipment hire and maintenance	9,799	10,102
Governance costs	<u>4,920</u>	<u>4,200</u>
Total support costs	<u>59,339</u>	<u>43,699</u>

10. NET INCOME/(EXPENDITURE)

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

	2024	2023
	£	£
Auditors' remuneration	4,920	4,200
Depreciation - owned assets	600	1,000
Operating leases - other assets	<u>2,913</u>	<u>2,736</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2024 or for the year ended 5 April 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 5 April 2024 or for the year ended 5 April 2023.

12. STAFF COSTS

	2024	2023
	£	£
Salaries	312,509	294,358
Social security	21,228	19,725
Pension contributions	<u>17,742</u>	<u>16,647</u>
	<u>351,479</u>	<u>330,730</u>

The charity employs 6 full-time and 6 part-time staff (2023 - 6 full-time and 6 part-time staff) and 84 casual staff.

No employee earned more than £60,000 per annum (2023: NIL).

The total key management personnel remuneration benefits paid during the year was £66,917 (2023: £61,716).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	157,696	452,252	609,948
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	140,584	-	140,584
Investment income	270	-	270
Other income	<u>11,742</u>	<u>-</u>	<u>11,742</u>
Total	<u>310,292</u>	<u>452,252</u>	<u>762,544</u>
EXPENDITURE ON			
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	<u>308,252</u>	<u>478,764</u>	<u>787,016</u>
NET INCOME/(EXPENDITURE)	2,040	(26,512)	(24,472)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>164,866</u>	<u>26,512</u>	<u>191,378</u>
TOTAL FUNDS CARRIED FORWARD	<u>166,906</u>	<u>-</u>	<u>166,906</u>

14. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 6 April 2023	10,682
Additions	<u>1,797</u>
At 5 April 2024	<u>12,479</u>
DEPRECIATION	
At 6 April 2023	10,265
Charge for year	<u>600</u>
At 5 April 2024	<u>10,865</u>
NET BOOK VALUE	
At 5 April 2024	<u>1,614</u>
At 5 April 2023	<u>417</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Other debtors	108,967	2,422
Prepayments and accrued income	<u>102,976</u>	<u>88,249</u>
	<u>211,943</u>	<u>90,671</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade creditors	5,766	25,816
Social security and other taxes	6,687	6,412
Other creditors	3,188	5,404
Accruals and deferred income	<u>178,893</u>	<u>115,437</u>
	<u>194,534</u>	<u>153,069</u>

Included within accruals and deferred income above is the following deferred income:

	2024	2023
	£	£
Deferred income brought forward	93,113	123,917
Released to SOFA	(73,113)	(97,917)
Additional income deferred in the year	<u>132,645</u>	<u>73,113</u>
	<u>152,645</u>	<u>99,113</u>

The deferred income relates to funding received in advance of service delivery.

17. LEASING AGREEMENTS

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

	2024	2023
	£	£
Within one year	2,665	2,384
Between one and five years	<u>12,087</u>	<u>7,685</u>
	<u>14,752</u>	<u>10,069</u>

18. MOVEMENT IN FUNDS

	At 6/4/23	Net movement in funds	At 5/4/24
	£	£	£
Unrestricted funds			
General fund	166,906	32,207	199,113
	<u>166,906</u>	<u>32,207</u>	<u>199,113</u>
TOTAL FUNDS	<u>166,906</u>	<u>32,207</u>	<u>199,113</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2024

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	408,258	(376,051)	32,207
Restricted funds			
Tafwyl	220,050	(220,050)	-
Care	40,082	(40,082)	-
Play	146,595	(146,595)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	32,000	(32,000)	-
Gweithgareddau Henoed	27,533	(27,533)	-
Gwansanaethau Dysgwyr	500	(500)	-
	<u>496,760</u>	<u>(496,760)</u>	<u>-</u>
TOTAL FUNDS	<u>905,018</u>	<u>(872,811)</u>	<u>32,207</u>

Comparatives for movement in funds

	At 6/4/22 £	Net movement in funds £	At 5/4/23 £
Unrestricted funds			
General fund	164,866	2,040	166,906
Restricted funds			
Tafwyl	26,512	(26,512)	-
	<u>191,378</u>	<u>(24,472)</u>	<u>166,906</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	310,292	(308,252)	2,040
Restricted funds			
Tafwyl	181,500	(208,012)	(26,512)
Care	32,954	(32,954)	-
Play	126,410	(126,410)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	38,000	(38,000)	-
Gweithgareddau Henoed	26,388	(26,388)	-
Summer of Fun	17,000	(17,000)	-
	<u>452,252</u>	<u>(478,764)</u>	<u>(26,512)</u>
TOTAL FUNDS	<u>762,544</u>	<u>(787,016)</u>	<u>(24,472)</u>

18. MOVEMENT IN FUNDS - continued

Restricted funds

Tafwyl - Tafwyl restricted fund represents all restricted funding received in relation to Tafwyl festival that is held annually in June/July. Income received is made up of restricted grants.

Care - funding received from Cardiff County Council for Care programmes run by Menter Caerdydd across Cardiff.

Play - funding received from Cardiff County Council for play programmes run by Menter Caerdydd across Cardiff.

Holiday activities - funding received from Cardiff County Council for language support programmes run by Menter Caerdydd across Cardiff during school holidays.

Welsh medium youth services - funding received from Urdd Gobaith Cymru to run Welsh medium youth services across Cardiff.

Gweithgareddau Henoed - funding received from the National Lottery for programmes for the elderly run by Menter Caerdydd.

Gwansanaethau Dysgwyr - funding provided by Mentrau Iaith Cymru to host a local quiz in Welsh run by Menter Caerdydd.

Prior year only

Leisure - funding received from Cardiff County Council for leisure programmes run by Menter Caerdydd and the Sports Department of Urdd Gobaith Cymru across Cardiff.

Summer of Fun - funding received during the year Mentrau Iaith Cymru and Cardiff County Council to support costs of Summer of Fun activities.

19. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions paid by the charity to the fund and amounted to £17,742 (2023: £16,647). Contributions owed at the year end amounted to £2,654 (2023: £2,648).

20. RELATED PARTY DISCLOSURES

There were no related party transactions that required disclosure in the year ended 5 April 2024.

Accounts

REGISTERED COMPANY NUMBER: 04576565 (England and Wales)
REGISTERED CHARITY NUMBER: 1098606

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2023
FOR
MENTER CAERDYDD**

**MHA
Statutory Auditor
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS**

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MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2023

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 2023. 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).

AMBITION

The Welsh language becoming a central part of life in Cardiff.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the charity is to boost community education and general information by promoting the Welsh language.

MISSION STATEMENT

To promote and expand the social use of the Welsh language in Cardiff.

The work of Menter Caerdydd is central to supporting and delivering the Welsh Government's vision of one million Welsh speakers by 2050 and Cardiff Council's strategy of creating a fully bilingual city.

Our work supports the Well-being of Future Generations (Wales) Act 2015 in creating a Wales that we all want to live in, now and in the future. Central to our ambition is to see Cardiff as a place of vibrant culture in which the Welsh language thrives together with a society that promotes and protects our culture, heritage and language.

Each one of us, as partners, funders, stakeholders, volunteers and citizens, has an important contribution to make in achieving this.

STRATEGIC AIMS

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

Action Areas

Menter Caerdydd will work in the areas to support Cardiff Council's Local Strategies and the National Strategies of the Welsh Government:

- THE FAMILY
- CHILDREN
- YOUNG PEOPLE
- ADULTS
- TAFWYL
- THE COMMUNITY

Key Performance Indicators

Menter Caerdydd's Board has agreed a range of Key Performance Indicators to help scrutinise progress and measure impact against objectives.

Public benefit

The trustees have had due regard to the Charity Commissions guidance on public benefit.

The entire work of Menter Caerdydd is designed for the benefit of the public. The principal object is to boost community education and general information by promoting the Welsh language. This is done by delivering activities and events across Cardiff which are open to the public. The activities and events provide an opportunity for people of all ages to socialise and enjoy themselves in a friendly and inclusive environment. The service is widely publicised and new people encouraged to take part. There is an increasing demand for the provision from the public in all parts of the county.

Some of the activities are free and when there is a need to charge the costs are kept as low as possible to encourage participation and engagement.

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2023

OBJECTIVES AND ACTIVITIES

Volunteers

Thanks go to the army of volunteers who serve on Menter Caerdydd's Board and committees and who work on our numerous projects. We have over 80 volunteers who work with us on a broad range of services throughout the year and provide an invaluable contribution to the delivery of activities provided by Menter Caerdydd across the city.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Menter Caerdydd provides a wide range of services through the medium of Welsh in Cardiff and the surrounding area. An outline of the work can be seen on the Menter Caerdydd's website www.mentercaerdydd.cymru

Last year was another successful year for Menter Caerdydd as we continued to develop our service across the city. An outline of the work can be seen on Menter Caerdydd's website and social media platforms.

We succeeded in receiving funding from a number of departments within Cardiff Council including Play Services, the Leisure Department, Education Department and Youth Services. We also received funding towards our services from the Welsh Government and the Arts Council of Wales. Menter Caerdydd is a workforce of 10 staff (4 full-time, 6 part-time) and 146 casual staff.

This year was another successful year for Tafwyl in partnership with main funders Cardiff Council, the Arts Council of Wales and the Welsh Government as well as more than 60 partners and sponsors. Tafwyl returned to being a site based festival in 2022 and attracted over 30,000 attendees to Cardiff Castle.

Following two years of adapting our provision to run online as a result of the covid pandemic, the majority of our provision returned to a more traditional format as we were once again able to run our provision face to face. However, the most popular online provision has remained part of provision and is viewed as a new development.

The weekly out-of-school and work activities are essential in order to ensure that the community have opportunities to use their Welsh on a social level outside the classroom/work as well as a chance to develop new skills, meet new people and enjoy new experiences

FINANCIAL REVIEW

Financial position

The charity's results are reported in the Statement of Financial Activities on page 9.

A sum total of £762,544 was recognised as income (2022 - £624,897) and a total of £787,016 was included as expenditure (2022 - £581,599). This gave a net deficit of £24,472 (2022 - net surplus of £43,298). The surplus on unrestricted funds in the year was £2,040.

The total funds carried forward are £166,906 (2022 - £191,378), after adjusting for funds tied up in fixed assets, free reserves were £166,489.

Principal funding sources

Menter Caerdydd is grateful to the Welsh Government, Cardiff Council and other sponsors for their continued financial support to Menter Caerdydd's activities. Details can be seen in the notes to the accounts.

Reserves policy

The trustees have considered the needs of the charity for financial reserves in accordance with the guidelines given by the Charity Commission and have adopted the following policies -

The need for a reserve funds is:

- a) To have money to earmark for special projects in order to develop them or realise them in a short period of time.
- b) To ensure that money is available for administration and support costs which enable the charity to operate especially during the period at the beginning of a new financial year.
- c) To provide a sufficient reserve to enable its voluntary fundraising scheme to operate.

The current policy of the trustees is the financial reserve should be approximately 14% - 18% of expenditure. This equates to £81,000 to £105,000. The trustees consider the current level of reserves to be sufficient to meet the charity's needs.

The additional spend against budgets are mainly due to 2 areas of higher planned expenditure;

- upgrade costs of the holiday childcare website to improve administrative efficiency and customer service;
 - ensuring appropriate cover and overlap during 2 maternity leave periods - to maintain service/programme delivery during both pre/post maternity leave periods.
-

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2023

FUTURE PLANS

Menter Caerdydd is committed to ensuring that our work continues to reflect the needs of the diverse Welsh communities in the capital city. We have been realistic in recognising that we face a challenging economic period but by working in partnership with organisations throughout the city, and with partners from the third sector, the public sector and the private sector we are confident that we continue to fulfil the objectives in our new Corporate Plan (2022-27) and that our services have a positive impact on the Welsh language in Cardiff.

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

By concentrating on these main priorities Menter Caerdydd will play a key role in the work of promoting the Welsh language in the city and will deal with the main strategic priorities of the Welsh Government of reaching a million Welsh speakers by 2050, and Cardiff Council's Bilingual Cardiff Strategy.

During 2022/23 much of our efforts have focused on returning to provision that was more in keeping with the pre-pandemic period. We have also focused our efforts on developing new funding streams and working in partnership with a broader range of organisations. This has allowed us to increase our adult education provision and develop our youth work provision.

The Board and staff at Menter Caerdydd have worked tirelessly throughout, collaborating with colleagues from the other organisations across Wales to ensure that Welsh language social opportunities have continued to be delivered throughout.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association and constitutes a company limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The Board of Trustees are elected on an annual basis by the members of the charitable company at the Annual General Meeting. Invitations for nominations of new trustees are sent to all members with notice of the proposed Annual General Meeting, and nominations are accepted up seven days before the date of the meeting. Proposed trustees are required to be nominated by two different members of the charitable company before their nomination can be considered.

Organisational structure

Menter Caerdydd Chief Executive is responsible for the day to day running of the organisation and all staff and financial needs of the organisation. The Board of Trustees meets 5 times per year and the CEO attended all meeting and presents a written and formal presentation of the service delivery of the organisation to date. Every aspect of governance and finance are discussed during every board meeting.

Induction and training of new trustees

We recognise that the work that trustees do is invaluable to the organisation, and that good governance is a vital part of how we as an organisation operate and are held accountable for what we do. Menter Caerdydd is working towards the third sector Trusted Charity quality assurance mark. This programme will provide the structure and framework to ensure that Trustees are provided with the support and leadership that they need in order to conduct their duties as Trustees to the best of their abilities and that induction and training is at the forefront of our support to them.

Key management remuneration

This is discussed within the Personnel sub-committee that meets once per year to discuss and make decisions on any remuneration issues within the organisation. The Chair, Vice Chair and Treasurer as well as the CEO/Company Secretary are key members of this committee.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04576565 (England and Wales)

Registered Charity number

1098606

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2023

Registered office

Yr Hen Lyfrgell
The Hayes
Cardiff
County of Cardiff
CF10 1BH

Trustees

J E Adams	Chair
H O Jones	
I A Walters (resigned 12/09/23)	
P G Williams	
L Ellis	
R H Williams	
I G Roberts	
C S Roberts (resigned 12/09/23)	
M Phillips	
S B Jones	
S Williams	
G M George	
S V M Poole	

Co-opted to the Board:
G M George

Chief Executive and Company Secretary
Heulyn Rees

Auditors

MHA
Statutory Auditor
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Menter Caerdydd 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).

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.

MENTER CAERDYDD

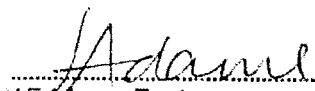
**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2023**

AUDITORS

On 30 June 2023 as a result of a recent merger, Watts Gregory LLP resigned as auditors in accordance with Section 516 of the Companies Act 2006 and re-engaged its services as MHA.

Th auditors, MHA, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the Board of Trustees on 28/11/23 and signed on its behalf by:


.....
JE Adams - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MENTER CAERDYDD

Opinion

We have audited the financial statements of Menter Caerdydd (the 'charitable company') for the year ended 5 April 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 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 5 April 2023 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; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable 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 trustees' 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 trustees 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 Report of the Independent Auditors thereon. The trustees are responsible for the other information.

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.

In connection with our audit of the financial statements, 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 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 the audit:

- the information given in the Report of the Trustees, which includes the Director's Report, prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Director's Report included within the Report of the Trustees has been prepared in accordance with applicable legal requirements.

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 Director's Report included within the Report of the Trustees.

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 and proper 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; or
- 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 in preparing the Report of the Trustees and from the requirement to prepare a Strategic Report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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 company's 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 a Report of the Independent Auditors 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. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inaccurate journals. We addressed these risks by carrying out specifically targeted procedures, which included:

- Enquiries of management, those charged with governance around actual and potential litigation and claims;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness and evaluating the business rationale of significant transactions outside the normal course of business.
- Reviewing minutes of meetings of those charged with governance;
- Evaluating the reasons for any large or unusual transactions;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations to underlying supporting documentation.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. The risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
MENTER CAERDYDD**

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.



Julia Mortimer (Senior Statutory Auditor)
for and on behalf of MHA
Statutory Auditor
CARDIFF
CF23 8RS

Date: 13 December 2023

MHA is the trading name of MacIntyre Hudson LLP, a limited liability partnership in England and Wales (registered number OC312313)

MENTER CAERDYDD

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 5 APRIL 2023**

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	157,696	452,252	609,948	545,299
Charitable activities	5				
The enhancement of community education and general information by promoting the Welsh language		140,584	-	140,584	77,498
Investment income	4	270	-	270	5
Other income	6	<u>11,742</u>	<u>-</u>	<u>11,742</u>	<u>2,095</u>
Total		<u>310,292</u>	<u>452,252</u>	<u>762,544</u>	<u>624,897</u>
EXPENDITURE ON					
Charitable activities	7				
The enhancement of community education and general information by promoting the Welsh language		<u>308,252</u>	<u>478,764</u>	<u>787,016</u>	<u>581,599</u>
NET INCOME/(EXPENDITURE)		2,040	(26,512)	(24,472)	43,298
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>164,866</u>	<u>26,512</u>	<u>191,378</u>	<u>148,080</u>
TOTAL FUNDS CARRIED FORWARD		<u>166,906</u>	<u>-</u>	<u>166,906</u>	<u>191,378</u>

The notes form part of these financial statements

MENTER CAERDYDD

**BALANCE SHEET
5 APRIL 2023**

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	14	417	-	417	1,417
CURRENT ASSETS					
Debtors	15	6,238	84,433	90,671	84,563
Cash at bank and in hand		<u>242,828</u>	<u>(13,941)</u>	<u>228,887</u>	<u>267,217</u>
		249,066	70,492	319,558	351,780
CREDITORS					
Amounts falling due within one year	16	(82,577)	(70,492)	(153,069)	(161,819)
NET CURRENT ASSETS		<u>166,489</u>	<u>-</u>	<u>166,489</u>	<u>189,961</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>166,906</u>	<u>-</u>	<u>166,906</u>	<u>191,378</u>
NET ASSETS		<u>166,906</u>	<u>-</u>	<u>166,906</u>	<u>191,378</u>
FUNDS	18				
Unrestricted funds				166,906	164,866
Restricted funds				-	<u>26,512</u>
TOTAL FUNDS				<u>166,906</u>	<u>191,378</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 28/11/23 and were signed on its behalf by:


J.E Adams - Trustee

The notes form part of these financial statements

MENTER CAERDYDD**CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2023**

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(38,600)</u>	<u>30,408</u>
Net cash (used in)/provided by operating activities		<u>(38,600)</u>	<u>30,408</u>
 Cash flows from investing activities			
Interest received		<u>270</u>	<u>5</u>
Net cash provided by investing activities		<u>270</u>	<u>5</u>
 Change in cash and cash equivalents in the reporting period		 (38,330)	 30,413
Cash and cash equivalents at the beginning of the reporting period		<u>267,217</u>	<u>236,804</u>
 Cash and cash equivalents at the end of the reporting period		 <u>228,887</u>	 <u>267,217</u>

The notes form part of these financial statements

MENTER CAERDYDD**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2023****1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2023 £	2022 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(24,472)	43,298
Adjustments for:		
Depreciation charges	1,000	1,181
Interest received	(270)	(5)
(Increase)/decrease in debtors	(6,108)	23,873
Decrease in creditors	<u>(8,750)</u>	<u>(37,939)</u>
Net cash (used in)/provided by operations	<u>(38,600)</u>	<u>30,408</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 6/4/22 £	Cash flow £	At 5/4/23 £
Net cash			
Cash at bank and in hand	<u>267,217</u>	<u>(38,330)</u>	<u>228,887</u>
	<u>267,217</u>	<u>(38,330)</u>	<u>228,887</u>
Total	<u>267,217</u>	<u>(38,330)</u>	<u>228,887</u>

The notes form part of these financial statements

MENTER CAERDYDD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2023

1. STATUTORY INFORMATION

Menter Caerdydd is a company limited by guarantee incorporated in Wales within the United Kingdom. The registered office is Yr Hen Lyfrgell, The Hayes, Cardiff, CF10 1BH.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The principal activities and nature of the charity's operations is to create opportunities for Welsh speakers to use the language by supporting the present Welsh language activities and to encourage and promote a community ownership of the Welsh language.

The reporting period end date is the 5 April 2023. The charity has opted to follow the Companies Act reporting within seven day rule therefore the financial statements cover the period up to the 31 March 2023.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

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.

Preparation of the accounts on a going concern basis

The financial statements have been prepared on a going concern basis, with the charity having confirmation in place from many of its funders up to 31 March 2024. In addition, the Charity continues to raise funds from Trusts and individuals, enabling a range of support programmes. The trustees are confident that Menter Caerdydd will be able to tailor service provision in line with the funding available and will look to obtain additional funding from other sources. As a result the trustees consider it appropriate for the financial statements to be prepared on a going concern basis.

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.

This includes capital grants.

Donations and legacies income

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature and is recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income from charitable activities

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Investment income

Investment income is recognised on a receivable basis.

It is not the policy of the charity to show income net of expenditure.

2. ACCOUNTING POLICIES - continued

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. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

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

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity as well as a proportion of salaries based on an approximation of time spent in this area.

Tangible fixed assets

Fixed assets are initially recorded at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimate residual value over the useful economic life of the asset as follows:

Plant and equipment	- 20% - 33% per annum of cost
---------------------	-------------------------------

Taxation

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

Fund accounting

Unrestricted funds are available for use at the trustees' discretion for any purpose within the objects of the charity.

Restricted funds have been received with stipulation from the donor as to the purpose for which they may be used.

Designated funds are unrestricted funds earmarked by the board for particular purposes in the future.

Transfers from unrestricted to restricted funds are made when required to support under funded activities.

Financial instruments

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

Debtors

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

Creditors

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

Pension costs and other post-retirement benefits

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

MENTER CAERDYDD**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023****2. ACCOUNTING POLICIES - continued****Employee benefits**

When employees have rendered service to the company, short-term employee benefits to which employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight-line basis over the period of the lease.

3. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	941	-
Grants	566,357	538,549
Sponsorship	42,650	6,750
	<u>609,948</u>	<u>545,299</u>

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

	2023	2022
	£	£
Welsh Government - Welsh Promotion	204,605	152,737
Cardiff County Council - Play grant	96,410	89,837
Cardiff County Council - Holiday activities grant	30,000	30,000
Cardiff County Council - Adult grant	15,000	-
Cardiff County Council - Leisure grant	15,000	15,000
Cardiff County Council - Care grant	32,954	34,954
Arts Council of Wales - Tafwyl	50,000	15,000
Arts and Business - Tafwyl	7,500	2,000
Cardiff County Council - Grant Ieuencid	38,000	14,000
Cronfa Gari - Tafwyl	4,000	-
The British Council - Tafwyl	18,000	-
Welsh Government - CRF Tafwyl	-	129,424
Welsh Government JRS grants	-	353
Mentrau Iaith Cymru	1,500	164
Y Loteri Genedlaethol - Henoed	26,388	32,933
Cardiff County Council - Winter of Wellbeing	-	10,000
Cardiff County Council - Summer of Smiles	5,000	5,000
Welsh Government - Kickstart Scheme	-	7,147
Mentrau Iaith Cymru - Summer of Fun	12,000	-
Y Loteri Genedlaethol - Tafwyl	10,000	-
	<u>566,357</u>	<u>538,549</u>

MENTER CAERDYDD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

4. INVESTMENT INCOME

	2023	2022
	£	£
Deposit account interest	<u>270</u>	<u>5</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2023	2022
	£	£
Fee income	<u>140,584</u>	<u>77,498</u>
	<u>140,584</u>	<u>79,878</u>

The only charitable activity is the enhancement of Community education and general information by promoting the Welsh Language.

6. OTHER INCOME

	2023	2022
	£	£
Reimbursement of costs	4,717	1,945
Christmas event at Castle Coch	1,600	-
Recording and broadcasting fee for Tafwyl	5,300	-
Summer party	-	150
Other	<u>125</u>	<u>-</u>
	<u>11,742</u>	<u>2,095</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
The enhancement of community education and general information by promoting the Welsh language	<u>743,317</u>	<u>43,699</u>	<u>787,016</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2023	2022
	£	£
Staff costs	251,089	205,365
Activities	64,872	59,591
Play schemes	86,190	60,249
Tafwyl	321,116	182,714
Clubs and children's clubs	19,050	21,802
Depreciation	<u>1,000</u>	<u>1,181</u>
	<u>743,317</u>	<u>530,802</u>

MENTER CAERDYDD**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023****9. SUPPORT COSTS**

	2023
	£
Rent, rates and water	11,261
Insurance	2,499
Telephone	4,333
Computer costs	3,019
Printing, postage and stationery	927
Sundries	788
Management and administration	2,219
Travel and subsistence	2,935
Professional costs	1,416
Equipment hire and maintenance	10,102
Governance costs	<u>4,200</u>
Total support costs	<u>43,699</u>

10. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Auditors' remuneration	4,200	4,200
Depreciation - owned assets	1,000	1,181
Operating leases - other assets	<u>2,736</u>	<u>2,425</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2023 or for the year ended 5 April 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 5 April 2023 or for the year ended 5 April 2022.

12. STAFF COSTS

	2023	2022
	£	£
Salaries	294,358	248,073
Social security	19,725	14,606
Pension contributions	<u>16,647</u>	<u>13,813</u>
	<u>330,730</u>	<u>276,492</u>

The charity employs 6 full-time and 6 part-time staff (2022 - 5 full-time and 6 part-time staff) and 106 casual staff.

No employee earned more than £60,000 per annum (2022: NIL).

The total key management personnel remuneration benefits paid during the year was £61,716 (2022: £59,398).

MENTER CAERDYDD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – YEAR ENDED 5 APRIL 2022

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	121,151	424,148	545,299
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	77,498	-	77,498
Investment Income	5	-	5
Other income	2,095	-	2,095
Total	<u>200,749</u>	<u>424,148</u>	<u>624,897</u>
EXPENDITURE ON			
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	<u>183,963</u>	<u>397,636</u>	<u>581,599</u>
NET INCOME	16,786	26,512	43,298
RECONCILIATION OF FUNDS			
Total funds brought forward	148,080	-	148,080
TOTAL FUNDS CARRIED FORWARD	<u>164,866</u>	<u>26,512</u>	<u>191,378</u>

14. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 6 April 2022 and 5 April 2023	<u>10,682</u>
DEPRECIATION	
At 6 April 2022	9,265
Charge for year	<u>1,000</u>
At 5 April 2023	<u>10,265</u>
NET BOOK VALUE	
At 5 April 2023	<u>417</u>
At 5 April 2022	<u>1,417</u>

MENTER CAERDYDD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Other debtors	2,422	26,650
Prepayments and accrued income	<u>88,249</u>	<u>57,913</u>
	<u>90,671</u>	<u>84,563</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	25,816	16,895
Social security and other taxes	6,412	5,492
Other creditors	5,404	2,633
Accruals and deferred income	<u>115,437</u>	<u>136,799</u>
	<u>153,069</u>	<u>161,819</u>

Included within accruals and deferred income above is the following deferred income:

	2023	2022
	£	£
Deferred income brought forward	123,917	149,505
Released to SOFA	(97,917)	(118,905)
Additional income deferred in the year	<u>73,113</u>	<u>93,317</u>
	<u>99,113</u>	<u>123,917</u>

The deferred income relates to funding received in advance of service delivery.

17. LEASING AGREEMENTS

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

	2023	2022
	£	£
Within one year	2,384	2,813
Between one and five years	<u>7,685</u>	<u>1,406</u>
	<u>10,069</u>	<u>4,219</u>

18. MOVEMENT IN FUNDS

	At 6/4/22 £	Net movement in funds £	At 5/4/23 £
Unrestricted funds			
General fund	164,866	2,040	166,906
Restricted funds			
Tafwyl	26,512	(26,512)	-
TOTAL FUNDS	<u>191,378</u>	<u>(24,472)</u>	<u>166,906</u>

MENTER CAERDYDD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2023**

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	310,292	(308,252)	2,040
Restricted funds			
Tafwyl	181,500	(208,012)	(26,512)
Care	32,954	(32,954)	-
Play	126,410	(126,410)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	38,000	(38,000)	-
Gweithgareddau Henoed	26,388	(26,388)	-
Summer of Fun	17,000	(17,000)	-
	<u>452,252</u>	<u>(478,764)</u>	<u>(26,512)</u>
TOTAL FUNDS	<u>762,544</u>	<u>(787,016)</u>	<u>(24,472)</u>

Comparatives for movement in funds

	At 6/4/21 £	Net movement in funds £	At 5/4/22 £
Unrestricted funds			
General fund	148,080	16,786	164,866
Restricted funds			
Tafwyl	-	26,512	26,512
	<u>148,080</u>	<u>43,298</u>	<u>191,378</u>
TOTAL FUNDS	<u>148,080</u>	<u>43,298</u>	<u>191,378</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	200,749	(183,963)	16,786
Restricted funds			
Tafwyl	192,424	(165,912)	26,512
Care	34,954	(34,954)	-
Play	104,837	(104,837)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	14,000	(14,000)	-
Gweithgareddau Henoed	32,933	(32,933)	-
Winter of Wellbeing/Summer of Smiles	15,000	(15,000)	-
	<u>424,148</u>	<u>(397,636)</u>	<u>26,512</u>
TOTAL FUNDS	<u>624,897</u>	<u>(581,599)</u>	<u>43,298</u>

MENTER CAERDYDD

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 5 APRIL 2023

18. MOVEMENT IN FUNDS - continued

Tafwyl - Tafwyl restricted fund represents all restricted funding received in relation to Tafwyl festival that is held annually in June/July. Income received is made up of restricted grants.

Care - funding received from Cardiff County Council for Care programmes run by Menter Caerdydd across Cardiff.

Play - funding received from Cardiff County Council for play programmes run by Menter Caerdydd across Cardiff.

Holiday activities - funding received from Cardiff County Council for language support programmes run by Menter Caerdydd across Cardiff during school holidays.

Leisure - funding received from Cardiff County Council for leisure programmes run by Menter Caerdydd across Cardiff.

Welsh medium youth services - funding received from Cardiff County Council via Urdd Gobaith Cymru to run Welsh medium youth services across Cardiff.

Gwelthgareddau Henoed - funding received from the National Lottery for programmes for the elderly run by Menter Caerdydd.

Summer of Fun - funding received during the year Mentrau Iaith Cymru and Cardiff County Council to support costs of Summer of Fun activities.

Prior year only

Winter of Wellbeing/Summer of Smiles - funding received from Cardiff City Council to provide activities for young people following the isolation experienced during the Covid pandemic.

19. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions paid by the charity to the fund and amounted to £16,647 (202: £13,813). Contributions owed at the year end amounted to £2,648 (2021: £2,133).

20. RELATED PARTY DISCLOSURES

There were no related party transactions that required disclosure in the year ended 5 April 2023.

Accounts

REGISTERED COMPANY NUMBER: 04576565 (England and Wales)
REGISTERED CHARITY NUMBER: 1098606

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2022
FOR
MENTER CAERDYDD**

Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

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MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2022

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 2022. 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).

AMBITION

The Welsh language becoming a central part of life in Cardiff.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the charity is to boost community education and general information by promoting the Welsh language.

MISSION STATEMENT

To promote and expand the social use of the Welsh language in Cardiff.

The work of Menter Caerdydd is central to supporting and delivering the Welsh Government's vision of one million Welsh speakers by 2050 and Cardiff Council's strategy of creating a fully bilingual city.

Our work supports the Well-being of Future Generations (Wales) Act 2015 in creating a Wales that we all want to live in, now and in the future. Central to our ambition is to see Cardiff as a place of vibrant culture in which the Welsh language thrives together with a society that promotes and protects our culture, heritage and language.

Each one of us, as partners, funders, stakeholders, volunteers and citizens, has an important contribution to make in achieving this.

STRATEGIC AIMS

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

Action Areas

Menter Caerdydd will work in the areas to support Cardiff Council's Local Strategies and the National Strategies of the Welsh Government:

- THE FAMILY
- CHILDREN
- YOUNG PEOPLE
- ADULTS
- TAFWYL
- THE COMMUNITY

Key Performance Indicators

Menter Caerdydd's Board has agreed a range of Key Performance Indicators to help scrutinise progress and measure impact against objectives.

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2022

OBJECTIVES AND ACTIVITIES

Public benefit

The trustees have had due regard to the Charity Commissions guidance on public benefit.

The entire work of Menter Caerdydd is designed for the benefit of the public. The principal object is to boost community education and general information by promoting the Welsh language. This is done by delivering activities and events across Cardiff which are open to the public. The activities and events provide an opportunity for people of all ages to socialise and enjoy themselves in a friendly and inclusive environment. The service is widely publicised and new people encouraged to take part. There is an increasing demand for the provision from the public in all parts of the county.

Some of the activities are free and when there is a need to charge the costs are kept as low as possible to encourage participation and engagement.

Volunteers

Thanks go to the army of volunteers who serve on Menter Caerdydd's Board and committees and who work on our numerous projects. We have over 80 volunteers who work with us on a broad range of services throughout the year and provide an invaluable contribution to the delivery of activities provided by Menter Caerdydd across the city.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Menter Caerdydd provides a wide range of services through the medium of Welsh in Cardiff and the surrounding area. An outline of the work can be seen on the Menter Caerdydd's website www.mentercaerdydd.cymru

Last year was another successful year for Menter Caerdydd as we continued to develop our service across the city. An outline of the work can be seen on Menter Caerdydd's website and social media platforms.

We succeeded in receiving funding from a number of departments within Cardiff Council including Play Services, the Leisure Department, Education Department and Youth Services. We also received funding towards our services from the Welsh Government and the Arts Council of Wales. Menter Caerdydd is a workforce of 10 staff (4 full-time, 6 part-time) and 146 casual staff.

This year was another successful year for Tafwyl in partnership with main funders Cardiff Council, the Arts Council of Wales and the Welsh Government as well as more than 60 partners and sponsors. Tafwyl became one of Welsh Governments test events in 2021 ensuring that 500 could attend the festival under tight covid measures whilst over 30,000 tuned in at home to watch the digital stream of the festival.

Much of our delivery was adapted to run on-line and enable us to continue to provide a service in all areas. When possible and safe to do so we returned during the year to run as much face to face delivery as possible.

The weekly out-of-school and work activities are essential in order to ensure that the community have opportunities to use their Welsh on a social level outside the classroom/work as well as a chance to develop new skills, meet new people and enjoy new experiences

FINANCIAL REVIEW

Financial position

The charity's results are reported in the Statement of Financial Activities on page 8.

A sum total of £624,897 was recognised as income (2021 - £480,159) and a total of £581,599 was included as expenditure (2021 - £447,490). This gave a net income of £43,298 (2021: £32,669). The surplus on unrestricted funds in the year was £16,786.

The total funds carried forward are £191,378 (2021 - £148,080), after adjusting for restricted funds and funds tied up in fixed assets, free reserves were £163,449, which is higher than in previous years as a result of the financial support that has been available throughout the pandemic, the trustees feel it is prudent to hold reserves at a higher level than normal due to the economic uncertainty prevalent at the current time.

Principal funding sources

Menter Caerdydd is grateful to the Welsh Government, Cardiff Council and other sponsors for their continued financial support to Menter Caerdydd's activities. Details can be seen in the notes to the accounts.

FINANCIAL REVIEW

Reserves policy

The trustees have considered the needs of the charity for financial reserves in accordance with the guidelines given by the Charity Commission and have adopted the following policies -

The need for a reserve funds is:

- a) To have money to earmark for special projects in order to develop them or realise them in a short period of time.
- b) To ensure that money is available for administration and support costs which enable the charity to operate especially during the period at the beginning of a new financial year.
- c) To provide a sufficient reserve to enable its voluntary fundraising scheme to operate.

The current policy of the trustees is the financial reserve should be approximately 14% - 18% of expenditure. This equates to £81,000 to £105,000. The trustees consider the current level of reserves to be sufficient to meet the charity's needs.

The additional spend against budgets are mainly due to 2 areas of higher planned expenditure.

- upgrade costs of the holiday childcare website to improve administrative efficiency and customer service.
- ensuring appropriate cover and overlap during 2 maternity leave periods - to maintain service/programme delivery during both pre/post maternity leave periods.

FUTURE PLANS

Menter Caerdydd is committed to ensuring that our work continues to reflect the needs of the diverse Welsh communities in the capital city. We have been realistic in recognising that we face a challenging economic period but by working in partnership with organisations throughout the city, and with partners from the third sector, the public sector and the private sector we are confident that we continue to fulfil the objectives in our new Corporate Plan (2022-27) and that our services have a positive impact on the Welsh language in Cardiff.

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

By concentrating on these main priorities Menter Caerdydd will play a key role in the work of promoting the Welsh language in the city and will deal with the main strategic priorities of the Welsh Government of reaching a million Welsh speakers by 2050, and Cardiff Council's Bilingual Cardiff Strategy.

The COVID-19 pandemic has dominated our lives since March 2020. We were forced to make the unprecedented decision to change the way we delivered our offers and services. This led to the cancellation of all face to face activities until late August. We have been more creative and innovative than ever in the way we engage our service users and how we continue to deliver our wide-ranging programme of activities.

The Board and staff at Menter Caerdydd have worked tirelessly throughout, collaborating with colleagues from the other organisations across Wales to ensure that Welsh language social opportunities have continued to be delivered throughout.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association and constitutes a company limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The Board of Trustees are elected on an annual basis by the members of the charitable company at the Annual General Meeting. Invitations for nominations of new trustees are sent to all members with notice of the proposed Annual General Meeting, and nominations are accepted up seven days before the date of the meeting. Proposed trustees are required to be nominated by two different members of the charitable company before their nomination can be considered.

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

Menter Caerdydd Chief Executive is responsible for the day to day running of the organisation and all staff and financial needs of the organisation. The Board of Trustees meets 5 times per year and the CEO attended all meeting and presents a written and formal presentation of the service delivery of the organisation to date. Every aspect of governance and finance are discussed during every board meeting.

Induction and training of new trustees

We recognise that the work that trustees do is invaluable to the organisation, and that good governance is a vital part of how we as an organisation operate and are held accountable for what we do. Menter Caerdydd is working towards the third sector Trusted Charity quality assurance mark. This programme will provide the structure and framework to ensure that Trustees are provided with the support and leadership that they need in order to conduct their duties as Trustees to the best of their abilities and that induction and training is at the forefront of our support to them.

Key management remuneration

This is discussed within the Personnel sub-committee that meets once per year to discuss and make decisions on any remuneration issues within the organisation. The Chair, Vice Chair and Treasurer as well as the CEO/Company Secretary are key members of this committee.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04576565 (England and Wales)

Registered Charity number

1098606

Registered office

Yr Hen Lyfrgell
The Hayes
Cardiff
CF10 1BH

Trustees

H O Jones

I A Walters

P G Williams

L Ellis

M Thomas

Resigned 29/11/2021

R H Williams

I G Roberts

C S Roberts

M Phillips

S B Jones

J E Adams (Chair)

S Williams

G M George

S V M Poole

S W Fon

Resigned 29/11/2021

Chief Executive and Company Secretary

Heulyn Rees

MENTER CAERDYDD

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2022**

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Menter Caerdydd 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).

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, Watts Gregory LLP, have expressed a willingness to be re-appointed.

Approved by order of the Board of Trustees on 30 November 2022 and signed on its behalf by:


.....
J E Adams - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MENTER CAERDYDD

Opinion

We have audited the financial statements of Menter Caerdydd (the 'charitable company') for the year ended 5 April 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 5 April 2022 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; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable 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

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

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 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. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern in exceptional or unforeseen circumstances.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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 the audit:

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MENTER CAERDYDD

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 Report of the Trustees.

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; or
- the trustees were not entitled to 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 Statement of Trustees' Responsibilities, 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 company's 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 a Report of the Independent Auditors 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.

Based on our understanding of both the company and industry, we identified the principal risks of non-compliance with laws and regulations and considered the extent to which any non-compliance might have on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and ensured that all those involved in the audit undergo regular update training, including on how to identify or recognise fraud and non-compliance with laws and regulations.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inaccurate journals. We addressed these risks by carrying out specifically targeted procedures, which included:

- discussions with management, including consideration of any known or suspected instances of non-compliance with laws and regulations and/or fraud;
- reading minutes of meetings of those charged with governance;
- the appropriateness of journal entries and other adjustments;
- evaluating the reasons for any large or unusual transactions;
- reviewing disclosures in the financial statements to underlying supporting documentation

As outlined above, reasonable assurance is a high level of assurance, but is not a guarantee that a material misstatement may always be detected. The extent to which our procedures are capable of detecting material misstatements or irregularities, including fraud, is therefore subject to the inherent limitations of an audit. There is therefore, an unavoidable risk that a material misstatement may not come to light, in particular, where non-compliance with laws and regulations are remote from events and transactions reflected in the financial statements or where fraud or errors arise due to intentional misrepresentation, forgery, concealment, management override and/or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
MENTER CAERDYDD**

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.

Julia Mortimer (Senior Statutory Auditor)
for and on behalf of Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

15 December 2022

MENTER CAERDYDD

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 5 APRIL 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	121,151	424,148	545,299	438,419
Charitable activities					
The enhancement of community education and general information by promoting the Welsh language		77,498	-	77,498	32,784
Investment income	4	5	-	5	-
Other income	6	2,095	-	2,095	8,956
Total		<u>200,749</u>	<u>424,148</u>	<u>624,897</u>	<u>480,159</u>
EXPENDITURE ON					
Charitable activities	7				
The enhancement of community education and general information by promoting the Welsh language		183,963	397,636	581,599	447,490
NET INCOME		16,786	26,512	43,298	32,669
RECONCILIATION OF FUNDS					
Total funds brought forward		148,080	-	148,080	115,411
TOTAL FUNDS CARRIED FORWARD		<u>164,866</u>	<u>26,512</u>	<u>191,378</u>	<u>148,080</u>

The notes form part of these financial statements

MENTER CAERDYDD

**BALANCE SHEET
5 APRIL 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	14	1,417	-	1,417	2,598
CURRENT ASSETS					
Debtors	15	29,348	55,215	84,563	108,436
Cash at bank and in hand		<u>201,153</u>	<u>66,064</u>	<u>267,217</u>	<u>236,804</u>
		230,501	121,279	351,780	345,240
CREDITORS					
Amounts falling due within one year	16	(67,052)	(94,767)	(161,819)	(199,758)
NET CURRENT ASSETS		<u>163,449</u>	<u>26,512</u>	<u>189,961</u>	<u>145,482</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>164,866</u>	<u>26,512</u>	<u>191,378</u>	<u>148,080</u>
NET ASSETS		<u>164,866</u>	<u>26,512</u>	<u>191,378</u>	<u>148,080</u>
FUNDS	18				
Unrestricted funds				164,866	148,080
Restricted funds				<u>26,512</u>	-
TOTAL FUNDS				<u>191,378</u>	<u>148,080</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 and authorised for issue by the Board of Trustees and authorised for issue on ~~30 November 2022~~ and were signed on its behalf by:


J E Adams - Trustee

The notes form part of these financial statements

MENTER CAERDYDD**CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2022**

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>30,408</u>	<u>173,017</u>
Net cash provided by operating activities		<u>30,408</u>	<u>173,017</u>
Cash flows from investing activities			
Interest received		<u>5</u>	<u>-</u>
Net cash provided by investing activities		<u>5</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		30,413	173,017
Cash and cash equivalents at the beginning of the reporting period		<u>236,804</u>	<u>63,787</u>
Cash and cash equivalents at the end of the reporting period		<u>267,217</u>	<u>236,804</u>

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2022

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

	2022 £	2021 £
Net income for the reporting period (as per the Statement of Financial Activities)	43,298	32,669
Adjustments for:		
Depreciation charges	1,181	1,600
Interest received	(5)	-
Decrease/(increase) in debtors	23,873	(2,857)
(Decrease)/increase in creditors	(37,939)	141,605
Net cash provided by operations	<u>30,408</u>	<u>173,017</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 6/4/21 £	Cash flow £	At 5/4/22 £
Net cash			
Cash at bank and in hand	<u>236,804</u>	<u>30,413</u>	<u>267,217</u>
	<u>236,804</u>	<u>30,413</u>	<u>267,217</u>
Total	<u>236,804</u>	<u>30,413</u>	<u>267,217</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2022**

1. STATUTORY INFORMATION

Menter Caerdydd is a company limited by guarantee incorporated in Wales within the United Kingdom. The registered office is Yr Hen Lyfrgell, The Hayes, Cardiff, CF10 1BH.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The principal activities and nature of the charity's operations is to create opportunities for Welsh speakers to use the language by supporting the present Welsh language activities and to encourage and promote a community ownership of the Welsh language.

The reporting period end date is the 5 April 2022. The charity has opted to follow the Companies Act reporting within seven day rule therefore the financial statements cover the period up to the 31 March 2022.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

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.

Preparation of the accounts on a going concern basis

The financial statements have been prepared on a going concern basis, with the charity having confirmation in place from many of its funders up to 31 March 2022. In addition, the charity continues to raise funds from Trusts and individuals, enabling a range of support programmes. The trustees are confident that Menter Caerdydd will be able to tailor service provision in line with the funding available and will look to obtain additional funding from other sources. As a result, the trustees consider it appropriate for the financial statements to be prepared on a going concern basis.

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.

This includes capital grants.

Donations and legacies income

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature and is recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income from charitable activities

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

Investment income

Investment income is recognised on a receivable basis.

It is not the policy of the charity to show income net of expenditure.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022**

2. ACCOUNTING POLICIES - continued

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. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

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

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity as well as a proportion of salaries based on an approximation of time spent in this area.

Tangible fixed assets

Fixed assets are initially recorded at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimate residual value over the useful economic life of the asset as follows:

Plant and equipment	- 20% - 33% per annum of cost
---------------------	-------------------------------

Taxation

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

Fund accounting

Unrestricted funds are available for use at the trustees' discretion for any purpose within the objects of the charity.

Restricted funds have been received with stipulation from the donor as to the purpose for which they may be used.

Designated funds are unrestricted funds earmarked by the board for particular purposes in the future.

Transfers from unrestricted to restricted funds are made when required to support under funded activities.

Financial instruments

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

Debtors

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

Creditors

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

Pension costs and other post-retirement benefits

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

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022

2. ACCOUNTING POLICIES - continued

The charitable company makes contributions to personal pension schemes on behalf of its employees. Contributions are charged to the Statement of Financial Activities in the period to which they relate.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

3. DONATIONS AND LEGACIES

	2022 £	2021 £
Gifts	-	78
Grants	538,549	438,341
Sponsorship	6,750	-
	<u>545,299</u>	<u>438,419</u>

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

	2022 £	2021 £
Welsh Government - Welsh Promotion	152,737	186,736
Cardiff County Council - Play grant	89,837	59,483
Cardiff County Council - Holiday activities grant	30,000	30,000
Cardiff County Council - Leisure grant	15,000	15,000
Cardiff County Council - Care grant	34,954	32,954
Arts Council of Wales - Tafwyl festival	15,000	40,000
Arts and Business Tafwyl	2,000	3,000
Urdd Gobaith Cymru - Grant Ieuenctid	14,000	14,000
WVCA grant henoed	-	12,860
Menter Iaith Bro Morgannwg	-	5,500
Moondance Foundation	-	3,000
Cardiff Council - Covid-19 fund	-	10,000
Welsh Government - CRF Tafwyl	129,424	3,136
Welsh Government JRS grants	353	22,672
Menter Iaith Cymru	164	-
Y Loteri Genedlaethol - Henoed	32,933	-
Cardiff County Council - Winter of Wellbeing	10,000	-
Cardiff County Council - Summer of Smiles	5,000	-
Welsh Government - Kickstart Scheme	7,147	-
	<u>538,549</u>	<u>438,341</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022

4. INVESTMENT INCOME

	2022 £	2021 £
Deposit account interest	<u>5</u>	<u>-</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2022 £	2021 £
Fee income	77,498	14,504
Rental income	-	1,796
Welsh for business	<u>-</u>	<u>16,484</u>
	<u>77,498</u>	<u>32,784</u>

The only charitable activity is the enhancement of Community education and general information by promoting the Welsh Language.

6. OTHER INCOME

	2022 £	2021 £
Cardiff Council - SHEP scheme	-	7,259
Broadband Contributions	1,945	1,697
Summer Party	<u>150</u>	<u>-</u>
	<u>2,095</u>	<u>8,956</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
The enhancement of community education and general information by promoting the Welsh language	<u>530,902</u>	<u>50,697</u>	<u>581,599</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022 £	2021 £
Staff costs	205,365	196,934
Activities	59,591	20,909
Play schemes	60,249	37,323
Tafwyl	182,714	133,366
Clubs and children's clubs	21,802	12,160
Depreciation	<u>1,181</u>	<u>1,600</u>
	<u>530,902</u>	<u>402,292</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022

9. SUPPORT COSTS

	2022
	£
Rent, rates and water	14,320
Insurance	1,980
Telephone	6,458
Computer costs	5,758
Postage and stationery	512
Sundries	1,048
Management and administration	2,737
Travel and subsistence	3,105
Professional costs	1,976
Equipment hire and maintenance	8,603
Governance costs	<u>4,200</u>
Total support costs	<u>50,697</u>

10. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Auditors' remuneration	4,200	4,200
Depreciation - owned assets	1,181	1,600
Operating leases - other assets	<u>2,425</u>	<u>2,415</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2022 or for the year ended 5 April 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 5 April 2022 or for the year ended 5 April 2021.

12. STAFF COSTS

	2022	2021
	£	£
Salaries	248,073	219,239
Social security	14,606	14,468
Pension contributions	<u>13,813</u>	<u>12,535</u>
	<u>276,492</u>	<u>246,242</u>

The charity employs 5 full-time and 6 part-time staff (2021 - 5 full-time and 4 part-time staff) and 105 casual staff.

No employee earned more than £60,000 per annum (2021: NIL).

The total key management personnel remuneration benefits paid during the year was £59,398 (2021: £61,773).

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	142,486	295,933	438,419
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	16,300	16,484	32,784
Other income	8,956	-	8,956
Total	<u>167,742</u>	<u>312,417</u>	<u>480,159</u>
EXPENDITURE ON			
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	135,073	312,417	447,490
NET INCOME	32,669	-	32,669
RECONCILIATION OF FUNDS			
Total funds brought forward	115,411	-	115,411
TOTAL FUNDS CARRIED FORWARD	<u>148,080</u>	<u>-</u>	<u>148,080</u>

14. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 6 April 2021 and 5 April 2022	<u>10,682</u>
DEPRECIATION	
At 6 April 2021	8,084
Charge for year	<u>1,181</u>
At 5 April 2022	<u>9,265</u>
NET BOOK VALUE	
At 5 April 2022	<u>1,417</u>
At 5 April 2021	<u>2,598</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Other debtors	26,650	12,658
Prepayments and accrued income	<u>57,913</u>	<u>95,778</u>
	<u>84,563</u>	<u>108,436</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	16,895	14,588
Social security and other taxes	5,492	4,351
Other creditors	2,633	2,002
Accruals and deferred income	<u>136,799</u>	<u>178,817</u>
	<u>161,819</u>	<u>199,758</u>

Included within accruals and deferred income above is the following deferred income:

	2022	2021
	£	£
Deferred income brought forward	149,505	40,550
Released to SOFA	(118,905)	(18,050)
Additional income deferred in the year	<u>93,317</u>	<u>127,005</u>
	<u>123,917</u>	<u>149,505</u>

The deferred income relates to funding received in advance of service delivery.

17. LEASING AGREEMENTS

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

	2022	2021
	£	£
Within one year	2,813	2,813
Between one and five years	<u>1,406</u>	<u>4,219</u>
	<u>4,219</u>	<u>7,032</u>

18. MOVEMENT IN FUNDS

	At 6/4/21 £	Net movement in funds £	At 5/4/22 £
Unrestricted funds			
General fund	148,080	16,786	164,866
Restricted funds			
Tafwyl	148,080	26,512	26,512
TOTAL FUNDS	<u>148,080</u>	<u>43,298</u>	<u>191,378</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2022

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	200,749	(183,963)	16,786
Restricted funds			
Tafwyl	192,424	(165,912)	26,512
Care	34,954	(34,954)	-
Play	104,837	(104,837)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	14,000	(14,000)	-
Gweithgareddau Henoed	32,933	(32,933)	-
Winter of Wellbeing/Summer of Smiles	15,000	(15,000)	-
	<u>421,148</u>	<u>(397,636)</u>	<u>26,512</u>
TOTAL FUNDS	<u>624,897</u>	<u>(581,599)</u>	<u>43,298</u>

Comparatives for movement in funds

	At 6/4/20 £	Net movement in funds £	At 5/4/21 £
Unrestricted funds			
General fund	115,411	32,669	148,080
TOTAL FUNDS	<u>115,411</u>	<u>32,669</u>	<u>148,080</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	167,742	(135,073)	32,669
Restricted funds			
Tafwyl	131,636	(131,636)	-
Care	32,954	(32,954)	-
Play	74,483	(74,483)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	14,000	(14,000)	-
Welsh for business	16,484	(16,484)	-
Gweithgareddau Henoed	12,860	(12,860)	-
	<u>312,417</u>	<u>(312,417)</u>	<u>-</u>
TOTAL FUNDS	<u>480,159</u>	<u>(447,490)</u>	<u>32,669</u>

18. MOVEMENT IN FUNDS - continued

Restricted funds

Tafwyl - Tafwyl restricted fund represents all restricted funding received in relation to Tafwyl festival that is held annually in June/July. Income received is made up of restricted grants.

Care - Restricted funding from Cardiff County Council for Care programmes run by Menter Caerdydd across Cardiff.

Play - Restricted funding from Cardiff County Council for play programmes run by Menter Caerdydd across Cardiff.

Holiday activities - Restricted funding from Cardiff County Council for language support programmes run by Menter Caerdydd across Cardiff during school holidays.

Leisure - Restricted funding from Cardiff County Council for leisure programmes run by Menter Caerdydd and the Sports Department of Urdd Gobaith Cymru across Cardiff.

Welsh medium youth services - Restricted funding from Urdd Gobaith Cymru to run Welsh medium youth services across Cardiff.

Gweithgareddau Henoed - Restricted funding from the National Lottery for programmes for the elderly run by Menter Caerdydd.

Winter of Wellbeing/Summer of Smiles - Restricted funding from Cardiff County Council to provide activities for young people following the isolation experienced during the Covid pandemic.

Prior Year restricted funds

Welsh for business - Restricted funding from the Welsh Government to assist in funding Cardiff and Vale of Glamorgan's Welsh in Business Support Officer.

19. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions paid by the charity to the fund and amounted to £13,813 (2021: £12,535). Contributions owed at the year end amounted to £2,133 (2021: amounts due £1,626).

20. RELATED PARTY DISCLOSURES

There were no related party transactions that required disclosure in the year ended 5 April 2022.

Accounts

REGISTERED COMPANY NUMBER: 04576565 (England and Wales)
REGISTERED CHARITY NUMBER: 1098606

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021
FOR
MENTER CAERDYDD**

**Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS**

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MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 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).

AMBITION

The Welsh language becoming a central part of life in Cardiff.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the charity is to boost community education and general information by promoting the Welsh language.

MISSION STATEMENT

To promote and expand the social use of the Welsh language in Cardiff.

The work of Menter Caerdydd is central to supporting and delivering the Welsh Government's vision of one million Welsh speakers by 2050 and Cardiff Council's strategy of creating a fully bilingual city.

Our work supports the Well-being of Future Generations (Wales) Act 2015 in creating a Wales that we all want to live in, now and in the future. Central to our ambition is to see Cardiff as a place of vibrant culture in which the Welsh language thrives together with a society that promotes and protects our culture, heritage and language.

Each one of us, as partners, funders, stakeholders, volunteers and citizens, has an important contribution to make in achieving this.

STRATEGIC AIMS

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

Action Areas

Menter Caerdydd will work in the areas to support Cardiff Council's Local Strategies and the National Strategies of the Welsh Government:

- THE FAMILY
- CHILDREN
- YOUNG PEOPLE
- ADULTS
- TAFWYL
- THE COMMUNITY

Key Performance Indicators

Menter Caerdydd's Board has agreed a range of Key Performance Indicators to help scrutinise progress and measure impact against objectives.

Public benefit

The trustees have had due regard to the Charity Commissions guidance on public benefit.

The entire work of Menter Caerdydd is designed for the benefit of the public. The principal object is to boost community education and general information by promoting the Welsh language. This is done by delivering activities and events across Cardiff which are open to the public. The activities and events provide an opportunity for people of all ages to socialise and enjoy themselves in a friendly and inclusive environment. The service is widely publicised and new people encouraged to take part. There is an increasing demand for the provision from the public in all parts of the county.

Some of the activities are free and when there is a need to charge the costs are kept as low as possible to encourage participation and engagement.

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2021

OBJECTIVES AND ACTIVITIES

Volunteers

Thanks go to the army of volunteers who serve on Menter Caerdydd's Board and committees and who work on our numerous projects. We have over 50 volunteers who work with us on a broad range of services throughout the year and provide an invaluable contribution to the delivery of activities provided by Menter Caerdydd across the city.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Menter Caerdydd provides a wide range of services through the medium of Welsh in Cardiff and its environs. An outline of the work can be seen on the Menter Caerdydd's website www.mentercaerdydd.cymru

Last year, despite the COVID-19 pandemic, Menter Caerdydd staff innovated and successfully moved much of their offers and services online, and continued to find new ways to develop and deliver opportunities for people right across the city.

We succeeded in receiving funding from a number of departments within Cardiff Council including Play Services, the Leisure Department and Education Department. We also received funding towards our services from the Welsh Government and the Arts Council of Wales. Menter Caerdydd is a workforce of 9 staff (5 full-time, 4 part-time) and 146 casual staff.

Following the huge success of Tafwyl 2019 the concept of Tafwyl was further developed in 2020, under hugely challenging COVID-19 circumstances, via a virtual Tafwyl broadcast. The innovative event took place with an ambitious programme being streamed live from Tafwyl's most recent home, Cardiff Castle, directly into people's homes, supported by our main funders Cardiff Council, the Arts Council of Wales and the Welsh Government, as well as other partners and sponsors. The festival was watched by a global audience of more than 24,000 who tuned in to enjoy a digital version of Tafwyl – Cardiff's annual celebration of Welsh arts and culture – with people watching from the USA, Japan, Netherlands, Spain and France to name but a few.

Our core service had to change significantly during the year, with almost all activities being delivered digitally. This new approach drew in excellent attendance numbers as we diversified our programme of opportunities and we were able to deliver to new audiences and offer support packages of digital workshops for schools.

A critical element for us was to ensure that people of all ages had opportunities to use their Welsh on a social level, outside the classroom/work, as well as a chance to develop new skills, meet new people and enjoy new experiences.

FINANCIAL REVIEW

Financial position

The charity's results are reported in the Statement of Financial Activities on page 8.

A sum total of £480,159 was recognised as income (2020 - £760,863) and a total of £447,490 was included as expenditure (2020 - £784,073). This gave a net income of £32,669 (2020: -£23,210). The profit on unrestricted funds in the year was £32,669.

The total funds carried forward are £148,080 (2020 - £115,411, after adjusting for funds tied up in fixed assets, free reserves were £145,482).

Principal funding sources

Menter Caerdydd is grateful to the Welsh Government, Cardiff Council and other sponsors for their continued financial support to Menter Caerdydd's activities. Details can be seen in the notes to the accounts.

Reserves policy

The trustees have considered the needs of the charity for financial reserves in accordance with the guidelines given by the Charity Commission that trustees carry out an ongoing review of the reserves levels and the reserves policy to ensure they continue to be relevant in changing circumstances. As a result they have adopted the following policies -

The need for a reserve funds is:

- a) To have money to earmark for special projects in order to develop them or realise them in a short period of time.
- b) To ensure that money is available for administration and support costs which enable the charity to operate especially during periods of uncertainty e.g. COVID-19 pandemic that has an enormous impact on the income generation opportunity of the charity, as well as additional pressures on future grants. This reserve level also takes into account periods at the beginning of a new financial year as well as ensuring there are sufficient funds to meet all contractual liabilities in the event of winding up the charity.
- c) To provide a sufficient reserve to enable its voluntary fundraising scheme to operate.

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2021

FINANCIAL REVIEW

The current policy of the trustees is the financial reserve should be approximately 17% - 20% of expenditure in a non-COVID-19 year (approx. £790k). This equates to £134,300 to £158,000. The trustees consider the current level of reserves to be sufficient to meet the charity's needs.

FUTURE PLANS

The COVID-19 pandemic has dominated our lives since March 2020. We have been forced to make the unprecedented decision to change the way we delivered our offers and services. This led to the cancellation of most of our face to face activities until April 2021. We have had to be more creative and innovative than ever in the way we engage our service users and how we continue to deliver our wide ranging programme of activities.

The Board and staff at Menter Caerdydd have worked tirelessly throughout, collaborating with colleagues from other organisations across Wales to ensure that Welsh language social opportunities have continued to be delivered and enjoyed.

Menter Caerdydd is committed to ensuring that our work continues to reflect the needs of the diverse Welsh communities in the capital city especially as we emerge from the pandemic. We will need to continue to challenge areas of expenditure in order to drive down costs as well as looking for new sources of income.

We have been realistic in recognising that we face a challenging economic period going forward, but by continuing to innovate, working in partnership with organisations throughout the city, and with partners from the third sector, the public sector and the private sector we are confident that we can continue to fulfil the objectives in our Corporate Plan (2019-22) and that our services have a positive impact on the Welsh language in Cardiff.

- Promoting opportunities to use the Welsh language
- Increasing confidence and improving attitudes towards the Welsh language
- Strengthening/increasing the use of Welsh within families
- Supporting employment and training opportunities for young people and adults through the medium of Welsh
- Organising Tafwyl to celebrate the Welsh language and culture
- Ensuring that Menter Caerdydd has an effective digital platform for the Welsh language
- Partnership working with various bodies and organisations

By concentrating on these main priorities Menter Caerdydd will continue to play a key role in the work of promoting the Welsh language in the city and will deal with the main strategic priorities of the Welsh Government of reaching a million Welsh speakers by 2050, and Cardiff Council's Bilingual Cardiff Strategy.

Moving forwards, much of our face to face offers have begun to return, although some of our digital offers continue to be delivered and enjoyed due to their popularity and keenness of some of our audience to remain online. We will adapt our offers in line with the needs of our customers to ensure that there are opportunities for all that want to engage with our work to continue.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association and constitutes a company limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The Board of Trustees are elected on an annual basis by the members of the charitable company at the Annual General Meeting. Invitations for nominations of new trustees are sent to all members with notice of the proposed Annual General Meeting, and nominations are accepted up seven days before the date of the meeting. Proposed trustees are required to be nominated by two different members of the charitable company before their nomination can be considered.

Organisational structure

Menter Caerdydd Chief Executive is responsible for the day to day running of the organisation and all staff and financial needs of the organisation. The Board of Trustees meets 5 times per year and the CEO attended all meeting and presents a written and formal presentation of the service delivery of the organisation to date. Every aspect of governance and finance are discussed during every board meeting.

Induction and training of new trustees

We recognise that the work that trustees do is invaluable to the organisation, and that good governance is a vital part of how we as an organisation operate and are held accountable for what we do. Menter Caerdydd was awarded the third sector Trusted Charity quality assurance mark in February 2021. This programme has provided the structure and framework to ensure that Trustees are given the support and leadership that they need in order to conduct their duties as Trustees to the best of their abilities and that induction and training is at the forefront of our support to them.

MENTER CAERDYDD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 5 APRIL 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Key management remuneration

This is discussed within the Finance sub-committee that meets before each Board meeting. The Chair, Treasurer, Trustee that supports the Treasurer as well as the CEO/Company Secretary are key members of this committee.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04576565 (England and Wales)

Registered Charity number

1098606

Registered office

Yr Hen Lyfrgell
The Hayes
Cardiff
CF10 1BH

Trustees

H O Jones
I A Walters
P G Williams
L Ellis
M Thomas
R H Williams
I G Roberts
C S Robers
M Phillips
S B Jones
J E Adams (Chair)
S Williams
G M George
SVM Poole
SW Fôn

Chief Executive and Company Secretary

M Rees O'Brien

Auditors

Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Menter Caerdydd 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).

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.

MENTER CAERDYDD

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 5 APRIL 2021**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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, Watts Gregory LLP, have expressed a willingness to be re-appointed.

Approved by order of the Board of Trustees on 14/12/21..... and signed on its behalf by:


.....
J E Adams - Chair

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MENTER CAERDYDD

Opinion

We have audited the financial statements of Menter Caerdydd (the 'charitable company') for the year ended 5 April 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 5 April 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; 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable 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

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

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 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. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern in exceptional or unforeseen circumstances.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

In connection with our audit of the financial statements, 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 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 the audit:

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

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF MENTER CAERDYDD

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 Report of the Trustees.

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; or
- the trustees were not entitled to 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 Statement of Trustees' Responsibilities, 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 company's 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 a Report of the Independent Auditors 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.

Based on our understanding of both the company and industry, we identified the principal risks of non-compliance with laws and regulations, including those related to UK tax legislation and considered the extent to which any non-compliance might have on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and ensured that all those involved in the audit undergo regular update training, including on how to identify or recognise fraud and non-compliance with laws and regulations.

We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inaccurate journals. We addressed these risks by carrying out specifically targeted procedures, which included:

- discussions with management, including consideration of any known or suspected instances of non-compliance with laws and regulations and/or fraud;
- reading minutes of meetings of those charged with governance;
- the appropriateness of journal entries and other adjustments;
- evaluating the reasons for any large or unusual transactions;
- reviewing disclosures in the financial statements to underlying supporting documentation

As outlined above, reasonable assurance is a high level of assurance, but is not a guarantee that a material misstatement may always be detected. The extent to which our procedures are capable of detecting material misstatements or irregularities, including fraud, is therefore subject to the inherent limitations of an audit. There is therefore, an unavoidable risk that a material misstatement may not come to light, in particular, where non-compliance with laws and regulations are remote from events and transactions reflected in the financial statements or where fraud or errors arise due to intentional misrepresentation, forgery, concealment, management override and/or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
MENTER CAERDYDD**

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.

Julia Mortimer (Senior Statutory Auditor)
for and on behalf of Watts Gregory LLP
Chartered Accountants & Statutory Auditors
Elfed House
Oak Tree Court
Cardiff Gate Business Park
CARDIFF
County of Cardiff
CF23 8RS

16 December 2021

MENTER CAERDYDD**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 5 APRIL 2021**

		Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	142,486	295,933	438,419	492,501
Charitable activities	4				
The enhancement of community education and general information by promoting the Welsh language		16,300	16,484	32,784	222,874
Other income	5	8,956	-	8,956	45,488
Total		167,742	312,417	480,159	760,863
EXPENDITURE ON					
Charitable activities	6				
The enhancement of community education and general information by promoting the Welsh language		135,073	312,417	447,490	784,073
NET INCOME/(EXPENDITURE)		32,669	-	32,669	(23,210)
RECONCILIATION OF FUNDS					
Total funds brought forward		115,411	-	115,411	138,621
TOTAL FUNDS CARRIED FORWARD		<u>148,080</u>	<u>-</u>	<u>148,080</u>	<u>115,411</u>

The notes form part of these financial statements

MENTER CAERDYDD**BALANCE SHEET
5 APRIL 2021**

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	13	2,598	-	2,598	4,198
CURRENT ASSETS					
Debtors	14	14,341	94,095	108,436	105,579
Cash at bank and in hand		<u>206,587</u>	<u>30,217</u>	<u>236,804</u>	<u>63,787</u>
		220,928	124,312	345,240	169,366
CREDITORS					
Amounts falling due within one year	15	(75,446)	(124,312)	(199,758)	(58,153)
NET CURRENT ASSETS		<u>145,482</u>	<u>-</u>	<u>145,482</u>	<u>111,213</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>148,080</u>	<u>-</u>	<u>148,080</u>	<u>115,411</u>
NET ASSETS		<u>148,080</u>	<u>-</u>	<u>148,080</u>	<u>115,411</u>
FUNDS	17				
Unrestricted funds				<u>148,080</u>	<u>115,411</u>
TOTAL FUNDS				<u>148,080</u>	<u>115,411</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 for issue by the Board of Trustees and authorised for issue on 14/12/21 and were signed on its behalf by:


J E Adams - Chair

The notes form part of these financial statements

MENTER CAERDYDD**CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2021**

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	<u>173,017</u>	<u>(25,505)</u>
Net cash provided by/(used in) operating activities		<u>173,017</u>	<u>(25,505)</u>
Cash flows from investing activities			
Sale of tangible fixed assets		<u>-</u>	<u>450</u>
Net cash provided by Investing activities		<u>-</u>	<u>450</u>
Change in cash and cash equivalents in the reporting period		173,017	(25,055)
Cash and cash equivalents at the beginning of the reporting period		<u>63,787</u>	<u>88,842</u>
Cash and cash equivalents at the end of the reporting period		<u>236,804</u>	<u>63,787</u>

The notes form part of these financial statements

MENTER CAERDYDD**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 5 APRIL 2021****1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2021 £	2020 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	32,669	(23,210)
Adjustments for:		
Depreciation charges	1,600	1,600
Profit on disposal of fixed assets	-	(450)
(Increase)/decrease in debtors	(2,857)	33,682
Increase/(decrease) in creditors	<u>141,605</u>	<u>(37,127)</u>
Net cash provided by/(used in) operations	<u>173,017</u>	<u>(25,505)</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 6/4/20 £	Cash flow £	At 5/4/21 £
Net cash			
Cash at bank and in hand	<u>63,787</u>	<u>173,017</u>	<u>236,804</u>
	<u>63,787</u>	<u>173,017</u>	<u>236,804</u>
Total	<u>63,787</u>	<u>173,017</u>	<u>236,804</u>

The notes form part of these financial statements

MENTER CAERDYDD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 5 APRIL 2021

1. STATUTORY INFORMATION

Menter Caerdydd is a company limited by guarantee incorporated in Wales within the United Kingdom. The registered office is Yr Hen Lyfrgell, The Hayes, Cardiff, CF10 1BH.

The financial statements are presented in Sterling (£), the company's functional currency, and rounded to the nearest pound.

The principal activities and nature of the charity's operations is to create opportunities for Welsh speakers to use the language by supporting the present Welsh language activities and to encourage and promote a community ownership of the Welsh language.

The reporting period end date is the 5 April 2021. The charity has opted to follow the Companies Act reporting within seven day rule therefore the financial statements cover the period up to the 31 March 2021.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

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.

Preparation of the accounts on a going concern basis

The financial statements have been prepared on a going concern basis, with the charity having confirmation in place from many of its funders up to 31 March 2022. In addition, the Charity continues to raise funds from Trusts and individuals, enabling a range of support programmes. The trustees are confident that Menter Caerdydd will be able to tailor service provision in line with the funding available and will look to obtain additional funding from other sources. As a result, the trustees consider it appropriate for the financial statements to be prepared on a going concern basis.

The trustees and key management personnel are satisfied that despite the Coronavirus pandemic, it is appropriate for the charity's financial statements to be prepared on a going concern basis. The pandemic has resulted in a number of uncertainties arising and the trustees have taken steps to minimise the effect on the charity and will continue to do so. In the circumstances they have concluded that no adjustments or additional disclosures are required to the financial statements at this time.

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.

This includes capital grants.

Donations and legacies income

Donations and legacies income includes donations, gifts and grants that provide core funding or are of a general nature and is recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies it must be used in future accounting periods or the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Income from charitable activities

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions. This income is recognised as the related services are provided and there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Income is deferred when the amounts received are in advance of the performance of the service or event to which they relate.

2. ACCOUNTING POLICIES - continued

Investment income

Investment income is recognised on a receivable basis.

It is not the policy of the charity to show income net of expenditure.

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. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

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

Support costs are those costs that, whilst necessary to deliver an activity, do not themselves produce or constitute the output of the charitable activity. This includes governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity as well as a proportion of salaries based on an approximation of time spent in this area.

Tangible fixed assets

Fixed assets are initially recorded at cost.

Depreciation is calculated so as to write off the cost of an asset, less its estimate residual value over the useful economic life of the asset as follows:

Plant and equipment	- 20% - 33% per annum of cost
---------------------	-------------------------------

Taxation

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

Fund accounting

Unrestricted funds are available for use at the trustees' discretion for any purpose within the objects of the charity.

Restricted funds have been received with stipulation from the donor as to the purpose for which they may be used.

Designated funds are unrestricted funds earmarked by the board for particular purposes in the future.

Transfers from unrestricted to restricted funds are made when required to support underfunded activities.

Financial instruments

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

Debtors

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

Creditors

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

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

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

The charitable company makes contributions to personal pension schemes on behalf of its employees. Contributions are charged to the Statement of Financial Activities in the period to which they relate.

Employee benefits

When employees have rendered service to the company, short-term employee benefits to which employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

3. DONATIONS AND LEGACIES

	2021 £	2020 £
Gifts	78	-
Donations	-	4,011
Grants	438,341	451,190
Sponsorship	-	37,300
	<u>438,419</u>	<u>492,501</u>

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

	2021 £	2020 £
Welsh Government - Welsh Promotion	186,736	196,736
Cardiff County Council - Play grant	59,483	85,000
Cardiff County Council - Holiday activities grant	30,000	30,000
Cardiff County Council - Leisure grant	15,000	15,000
Cardiff County Council - Care grant	32,954	32,954
Arts Council of Wales - Tafwyl festival	40,000	30,000
Arts and Business Tafwyl	3,000	10,000
Urdd Gobaith Cymru - Grant Ieuencid	14,000	14,000
For Cardiff - Tafwyl	-	25,000
Cronfa Gari	-	5,000
Groundworks	-	1,000
Hodge Foundation	-	2,500
The British Council	-	4,000
WVCA grant henoed	12,860	-
Menter Iaith Bro Morgannwg	5,500	-
Moondance Foundation	3,000	-
Cardiff Council - Covid-19 fund	10,000	-
Welsh Government - CRF Tafwyl	3,136	-
Welsh Government JRS grants	<u>22,672</u>	-
	<u>438,341</u>	<u>451,190</u>

MENTER CAERDYDD**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021****4. INCOME FROM CHARITABLE ACTIVITIES**

	2021	2020
	£	£
Fee income	14,504	188,519
Rental income	1,796	11,935
Welsh for business	<u>16,484</u>	<u>22,420</u>
	<u>32,784</u>	<u>222,874</u>

The only charitable activity is the enhancement of Community education and general information by promoting the Welsh Language.

5. OTHER INCOME

	2021	2020
	£	£
Gain on sale of tangible fixed assets	-	450
Secondment income	-	38,438
Cardiff Council - SHEP scheme	7,259	
Broadband Contributions	1,697	
Stage performances curated by Tafwyl	<u>-</u>	<u>6,600</u>
	<u>8,956</u>	<u>45,488</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Support costs (see note 8) £	Totals £
The enhancement of community education and general information by promoting the Welsh language	<u>402,292</u>	<u>45,198</u>	<u>447,490</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2021	2020
	£	£
Staff costs	196,934	275,439
Activities	20,909	47,186
Play schemes	37,323	97,550
Tafwyl	133,366	276,347
Clubs and children's clubs	12,160	26,035
Room rental costs	-	7,044
Bad debt	-	152
Depreciation	<u>1,600</u>	<u>1,600</u>
	<u>402,292</u>	<u>731,353</u>

MENTER CAERDYDD**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021****8. SUPPORT COSTS**

	2021 £
Rent, rates and water	15,378
Insurance	1,359
Telephone	5,583
Computer costs	4,490
Postage and stationery	435
Sundries	139
Management and administration	2,769
Travel and subsistence	143
Professional costs	5,253
Equipment hire and maintenance	5,449
Governance costs	4,200
Total support costs	<u>45,198</u>

9. NET INCOME/(EXPENDITURE)

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

	2021 £	2020 £
Auditors' remuneration	4,200	4,380
Depreciation - owned assets	1,600	1,600
Surplus on disposal of fixed assets	-	(450)
Operating leases - other assets	<u>2,415</u>	<u>2,860</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 5 April 2021 or for the year ended 5 April 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 5 April 2021 or for the year ended 5 April 2020.

11. STAFF COSTS

	2021 £	2020 £
Salaries	219,239	329,204
Social security	14,468	13,890
Pension contributions	<u>12,535</u>	<u>16,989</u>
	<u>246,242</u>	<u>360,084</u>

The charity employs 5 full-time and 4 part-time staff (2020 - 7 full-time and 4 part-time staff) and 146 casual staff.

No employee earned more than £60,000 per annum (2020: NIL).

The total key management personnel remuneration benefits paid during the year was £61,773 (2020: £57,976).

MENTER CAERDYDD**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021****12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	144,036	348,465	492,501
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	200,454	22,420	222,874
Other Income	<u>45,488</u>	<u>-</u>	<u>45,488</u>
Total	389,978	370,885	760,863
EXPENDITURE ON			
Charitable activities			
The enhancement of community education and general information by promoting the Welsh language	<u>413,188</u>	<u>370,885</u>	<u>784,073</u>
NET INCOME/(EXPENDITURE)	(23,210)	-	(23,210)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>138,621</u>	<u>-</u>	<u>138,621</u>
TOTAL FUNDS CARRIED FORWARD	<u>115,411</u>	<u>-</u>	<u>115,411</u>

13. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 6 April 2020 and 5 April 2021	<u>10,682</u>
DEPRECIATION	
At 6 April 2020	6,484
Charge for year	<u>1,600</u>
At 5 April 2021	<u>8,084</u>
NET BOOK VALUE	
At 5 April 2021	<u>2,598</u>
At 5 April 2020	<u>4,198</u>

MENTER CAERDYDD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Grants	-	21,500
Other debtors	12,658	16,118
Prepayments and accrued income	<u>95,778</u>	<u>67,961</u>
	<u>108,436</u>	<u>105,579</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	14,588	1,534
Social security and other taxes	4,351	5,570
Other creditors	2,002	2,212
Accruals and deferred income	<u>178,817</u>	<u>48,837</u>
	<u>199,758</u>	<u>58,153</u>

Included within accruals and deferred income above is the following deferred income:

	2021 £	2020 £
Deferred income brought forward	40,550	30,458
Released to SOFA	(18,050)	(30,458)
Additional income deferred in the year	<u>127,005</u>	<u>40,550</u>
	<u>149,505</u>	<u>40,550</u>

The deferred income relates to funding received in advance of service delivery.

16. LEASING AGREEMENTS

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

	2021 £	2020 £
Within one year	2,813	2,813
Between one and five years	<u>4,219</u>	<u>7,032</u>
	<u>7,032</u>	<u>9,845</u>

17. MOVEMENT IN FUNDS

	At 6/4/20 £	Net movement in funds £	At 5/4/21 £
Unrestricted funds			
General fund	115,411	32,669	148,080
	<u>115,411</u>	<u>32,669</u>	<u>148,080</u>
TOTAL FUNDS	<u>115,411</u>	<u>32,669</u>	<u>148,080</u>

MENTER CAERDYDD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 5 APRIL 2021**

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	167,742	(135,073)	32,669
Restricted funds			
Tafwyl	131,636	(131,636)	-
Care	32,954	(32,954)	-
Play	74,483	(74,483)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	14,000	(14,000)	-
Welsh for business	16,484	(16,484)	-
Gwelthgareddau Henoed	12,860	(12,860)	-
	<u>312,417</u>	<u>(312,417)</u>	<u>-</u>
TOTAL FUNDS	<u>480,159</u>	<u>(447,490)</u>	<u>32,669</u>

Comparatives for movement in funds

	At 6/4/19 £	Net movement in funds £	At 5/4/20 £
Unrestricted funds			
General fund	138,621	(23,210)	115,411
	<u>138,621</u>	<u>(23,210)</u>	<u>115,411</u>
TOTAL FUNDS	<u>138,621</u>	<u>(23,210)</u>	<u>115,411</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	389,978	(413,188)	(23,210)
Restricted funds			
Tafwyl	171,511	(171,511)	-
Care	32,954	(32,954)	-
Play	100,000	(100,000)	-
Holiday activities	30,000	(30,000)	-
Welsh medium youth services	14,000	(14,000)	-
Welsh for business	22,420	(22,420)	-
	<u>370,885</u>	<u>(370,885)</u>	<u>-</u>
TOTAL FUNDS	<u>760,863</u>	<u>(784,073)</u>	<u>(23,210)</u>

MENTER CAERDYDD

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 5 APRIL 2021

17. MOVEMENT IN FUNDS - continued

Restricted funds

Tafwyl - Tafwyl restricted fund represents all restricted funding received in relation to Tafwyl festival that is held annually in June/July. Income received is made up of restricted grants.

Care - Restricted funding from Cardiff County Council for Care programmes run by Menter Caerdydd across Cardiff.

Play - Restricted funding from Cardiff County Council for play programmes run by Menter Caerdydd across Cardiff.

Holiday activities - Restricted funding from Cardiff County Council for language support programmes run by Menter Caerdydd across Cardiff during school holidays.

Leisure - Restricted funding from Cardiff County Council for leisure programmes run by Menter Caerdydd and the Sports Department of Urdd Gobaith Cymru across Cardiff.

Welsh medium youth services - Restricted funding from Urdd Gobaith Cymru to run Welsh medium youth services across Cardiff.

Welsh for business - Restricted funding from the Welsh Government to assist in funding Cardiff and Vale of Glamorgan's Welsh in Business Support Officer.

Gwelthgareddau Henoed - Restricted funding from WVCA for programmes for the elderly run by Menter Caerdydd.

18. EMPLOYEE BENEFIT OBLIGATIONS

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions paid by the charity to the fund and amounted to £12,535 (2020: £16,989). Contributions owed at the year end amounted to £1,626 (2020: amounts due £1,712).

19. RELATED PARTY DISCLOSURES

There were no related party transactions that required disclosure in the year ended 5 April 2021.