

SOUTH MITCHAM COMMUNITY ASSOCIATION

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

**GREEN LEVINE & ASSOCIATES
132a Boundary Road
London
NW8 0RH**

SOUTH MITCHAM COMMUNITY ASSOCIATION

YEAR ENDED 31 MARCH 2022

Charity Number

1101681

Company Number

4668105

Trustees

Arthur S. Campbell, Chairman / Director Resigned 19 April 2021

Merle Mohammed, Vice-Chairman / Director Resigned 21 May 2021

Barbara E. Holgate, Secretary / Director

Rosie Fay, Director Appointed October 2020 Resigned 15 November 2021

Anne-Marie Zaritsky, Director, appointed November 2020

Stephanie Phillips, Director, appointed November 2020

Denise Daniels, Director, Resigned 23 September 2021

Patricia M. Harrison, Director, and Acting Chair

Jatin Mehta, Director, Appointed June 2021

Qasim Chishti, Director, Appointed February 2022

Community Centre

Cobham Court
Haslemere Avenue
Mitcham
Surrey
CR4 3PR

Independent Examiners

Green Levine & Associates
132a Boundary Road
London
NW8 0RH

Bankers

Lloyds TSB Bank plc
Thorpe Wood
Peterborough
Cambridgeshire
PE3 6SF

SOUTH MITCHAM COMMUNITY ASSOCIATION

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SOUTH MITCHAM COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their report and the financial statements for the year ended 31 March 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000 in preparing the annual report and the financial statements.

Objects of the Charity

To provide a Healthy Living Centre in the heart of the Phipps Bridge Estate offering a wealth of opportunities for leisure and learning, serving all families and individuals borough wide especially those in areas of social and economic deprivation.

To work with local partners to develop a wider range of activities to meet all identified needs to improve the quality of life and promote a sense of cohesiveness and ownership among local residents.

To attract and actively involve current and potential users and gain sufficient funding to sustain our programme and to empower all users to increase their level of skills and employability through their engagement both in fun and supportive community activities.

Development, Activities and Achievements this Year

The Community Centre reopened Post Covid-19 in April 2021. Community participation has been building gradually as people grow in confidence and in all the circumstances The Trustees consider that the performance of the Charity this year has been satisfactory.

Future Developments

The trustees negotiated a lease for 28 years via Merton Federation of Community Associations with the London Borough of Merton in 2012.

Transactions and Financial Position

The Statement of Financial Activities shows a net income for the year of £21,811 and reserves stand at £161,065 in total.

Reserves Policy

SMCA requires a level of free reserves to safeguard the Company, protect options for future development and to achieve the following.

- a. The option to develop new services or expand current services in line with the changing needs of the community or to meet a commitment which cannot be covered by the annual income. (Commitment)
- b. To ensure that delays in the receipt of expected income do not interrupt services or cause serious financial difficulty for the Company. (Cash flow)
- c. The ability to survive unexpected setbacks and problems arising from internal or external causes. (Contingency)
- d. To ensure that the costs of dissolution should the charity be unable to continue can be covered. It is only to be used in the event of the Trustees' deciding the charity should cease to exist. It will be used to pay notice periods, redundancies, and the expenses of running SMCA until closure of the organisation. (Closure)

Unrestricted funds were maintained at the level required under the Reserves Policy or a higher level throughout the year.

SOUTH MITCHAM COMMUNITY ASSOCIATION

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022 (continued)

Tangible Fixed Assets for Use by the Charity

Details of movements are set out in the financial statements.

The trustees have considered the most appropriate policy for investing funds and have found that COIF meets their requirements and consider the interest earned over the year to be in line with expectations given the economic climate. The trustees have also invested £10,000 with Lloyds TSB in a Fixed Term Account which brings the benefit of zero bank charges.

Reserves

The present level of reserves is adequate to meet the terms of our Reserves Policy.

Risk

The trustees actively review the major risks that the charity faces on a regular basis and believe that the current level of reserves, combined with an annual review over key financial systems, will provide sufficient resources in the event of adverse conditions. The trustees have also examined other operational risks faced by the charity and confirm that they have established systems to mitigate significant risks.

Trustees Responsibilities In Relation to the Financial Statements

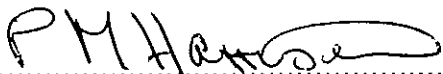
The trustees are required under the Charities Act 1993 to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis). In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- a. Select suitable accounting policies and apply them consistently;
- b. Make reasonable and prudent judgements and estimates;
- c. State whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- d. Prepare the financial statements on a going concern basis on the presumption that the charity will continue in operation.

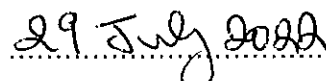
The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the appropriate law. They are also responsible for safeguarding the assets of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

Independent Examiners

Independent Examiners, Green, Levine & Associates have expressed their willingness to continue in office and a resolution will be proposed at the forthcoming Annual General Meeting to reappoint them as Independent Examiners of the Association.



Acting Chair – Patricia Harrison



Date

SOUTH MITCHAM COMMUNITY ASSOCIATION

REPORT OF THE INDEPENDENT EXAMINERS TO THE BOARD OF TRUSTEES OF SOUTH MITCHAM COMMUNITY ASSOCIATION FOR THE YEAR ENDED 31 MARCH 2022

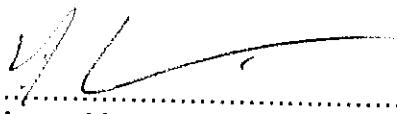
We have examined the financial statements on pages 4 to 8 which have been prepared under the historical cost convention.

Respective responsibilities of Board of Trustees and Independent Examiners

As described on page 2, the trustees are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, examining those statements and to report our opinion to you.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charity as at 31 March 2022 and of the financial results for the year then ended and have been properly prepared in accordance with the Charities Act 1993 and Companies Act 2006.


.....
Harry J Levine FCCA
Green Levine & Associates

.....
Date 21/3/22

SOUTH MITCHAM COMMUNITY ASSOCIATION

BALANCE SHEET AS AT 31 MARCH 2022

	Notes	2022	2021
Fixed Assets	2	<u>48,671</u>	<u>50,525</u>
Current Assets			
Sundry Debtors		8,889	3,924
Bank Balances		105,037	92,082
Cash in Hand		<u>175</u>	<u>175</u>
		114,101	96,181
Current Liabilities			
Trade Creditors Falling Due within one year	6	<u>1,857</u>	<u>2,807</u>
Net Current Assets		<u>11,244</u>	<u>93,374</u>
Total Net Assets		160,915	143,899
 Deferred Income	 5a	 <u>150</u> <u>161,065</u>	 <u>4,645</u> <u>139,254</u>

Represented By

Accumulated Fund


Regeneration Fund	0	10,329
Unrestricted Fund Brought Forward	139,254	142,222
Surplus for the Year (2021 Deficiate)	<u>21,811</u>	<u>-13,297</u>
Fund Carried Forward	<u>161,065</u>	<u>139,254</u>

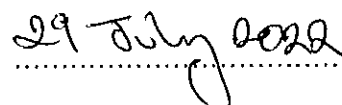
For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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


.....
Acting Chair – Patricia Harrison


.....
Date

SOUTH MITCHAM COMMUNITY ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted Funds	Restricted Funds	2022	2021
Income					
Affiliation and Membership Fees		0		0	0
Grant from Deferred Income		0		0	0
Transfer Between Funds		0		0	0
Receipts		0		0	0
Grant LB Merton	1	41,830		41,830	41,210
Lettings including Storage		41,376		41,376	5,470
Social Income		822		822	0
Bank Interest		79		79	855
Donations		173		173	114
Other Income		10,369		10,369	5,063
Total Income		<u>94,649</u>	<u>0</u>	<u>94,649</u>	<u>52,712</u>
Expenditure					
Wages and Salaries	3	29,932		29,932	30,944
Rates and Water		713		713	1,249
Expenditure on Grant Activities	5b	2,755		2,755	0
Unused Grant To Deferred Income		0		0	0
Insurance		1,176		1,176	1,066
Light and Heat		9,934		9,934	6,332
Postage and Stationery		217		217	158
Telephone and Internet		867		867	777
Centre Expenses	7	5,318		5,318	3,375
Accountancy	4	1,200		1,200	1,200
Maintenance		0		0	0
Office Expenses	8	12,251		12,251	11,127
General Expenses	9	1,036		1,036	2,592
Legal and Professional		2,733		2,733	2,245
Depreciation		4,706		4,706	4,944
Total Expenditure		<u>72,838</u>	<u>0</u>	<u>72,838</u>	<u>66,009</u>
Net Surplus on Activities for the Year				21,811	
Fund Balance Brought Forward				<u>138,283</u>	
Fund Balance Carried Forward				<u>160,094</u>	

SOUTH MITCHAM COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1.	LB Merton Grant				
	Funds received during the year				<u>41,830</u>
2.	Fixed Assets				
		Works to Building	Fixtures & Fittings	Sundry Equipment	Total
	Cost				
	Balance at 1 April 2021	40,744	66,401	29,612	136,757
	Additions	<u>0</u>	<u>2,852</u>	<u>0</u>	<u>2,852</u>
	Balance at 31 March 2022	<u>40,744</u>	<u>69,253</u>	<u>29,612</u>	<u>139,609</u>
	Depreciation				
	Balance at 1 April 2021	26,470	33,148	26,614	86,232
	Charge for the year	<u>1,071</u>	<u>3,335</u>	<u>300</u>	<u>4,706</u>
	Balance at 31 March 2022	<u>27,541</u>	<u>36,483</u>	<u>26,914</u>	<u>90,938</u>
	Net Book Value at 31 March 2021	<u>14,274</u>	<u>33,253</u>	<u>2,998</u>	<u>50,525</u>
	Net Book Value at 31 March 2022	<u>13,203</u>	<u>32,770</u>	<u>2,698</u>	<u>48,671</u>
3.	Salaries (Grant and Non Grant)				<u>29,932</u>
4.	Independent Examiner Charges				
	Provision for Fees to 31 March 2022				<u>1,200</u>

SOUTH MITCHAM COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022 (continued)

5a. Grants Received and Expenditure of Grants

	Horizons	PQASSO	St Marks	Mert Connected	Mert Giving	Total
Brought Forward	2,645	1,500	500	0	0	4,645
Receipts	0	0	0	119	190	309
Transfer Unrestricted Funds	0	0	0	0	0	0
Expenditure	<u>804</u>	<u>3,000</u>	<u>1,000</u>	<u>0</u>	<u>0</u>	<u>4,804</u>
Carried Forward	<u>1,841</u>	<u>-1,500</u>	<u>-500</u>	<u>119</u>	<u>190</u>	<u>150</u>

5b. Expenditures on Grant Activities

	2022	2021
Saturday school	340	0
Seedlings	1,275	0
Half Term Activities	<u>1,140</u>	<u>0</u>
	<u>2,755</u>	<u>0</u>

6. Creditors and Accruals

	2022	2021
Sundry Creditors	1,857	2,807
Salaries	<u>0</u>	<u>0</u>
	<u>1,857</u>	<u>2,807</u>

7. Centre Expenses

	2022	2021
Cleaning and Hygiene	4,483	2,791
Other	<u>835</u>	<u>584</u>
	<u>5,318</u>	<u>3,375</u>

8. Office Expenses

	2022	2021
Photocopier	9,934	9,845
Computer	2,258	1,282
Equipment	<u>59</u>	<u>0</u>
	<u>12,251</u>	<u>11,127</u>

9. General Expenses

	2022	2021
Licensing	408	2,420
Subscriptions	384	172
Sundry Costs	<u>244</u>	<u>0</u>
	<u>1,036</u>	<u>2,592</u>

10. Donations

The Association has received relief from Rent and Rates which may be considered to be the equivalent of donations received. The sums involved are: -

Rent £25,760

Rates £11,648

The financial statements do not reflect these sums.

In addition, there are uncharged estimated costs relating to volunteers amounting to £40,660.