

REGISTERED COMPANY NUMBER: 04328889 (England and Wales)
REGISTERED CHARITY NUMBER: 1105027

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023
FOR
SOUTHWATER AREA COMMUNITY CENTRE**

Ashdown Hurrey
Chartered Accountant & Business Advisers
20 Havelock Road
Hastings
East Sussex
TN34 1BP

SOUTHWATER AREA COMMUNITY CENTRE

CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 11

SOUTHWATER AREA COMMUNITY CENTRE (REGISTERED NUMBER: 04328889)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 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).

OBJECTIVES AND ACTIVITIES

Objectives and Aims

The primary objective is to establish the community centre to promote the benefit of the inhabitants of the southwater renewal area and surrounding area and the neighbourhood without distinction of sex, sexual orientation, race or of political, religions or other opinions, by associating together the said habitants and the local authorities, voluntary and other organisations in a common effort to advance education and to provide facilities in the interest of social welfare for recreation and other leisure time occupation with the object of improving the conditions of life of the said inhabitants.

Grantmaking

The charity objectives are such that direct grants are not made as the charity aims to provide a service to the community.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities

The company has achieved its main objective in continuing to run the community centre. The ability to increase the scope of its activities will depend upon the availability of funding in future years.

FINANCIAL REVIEW

Reserves Policy

The reserves policy is to ensure that the trustees have a reserve of £30,000 to be carried in a designated fund, to ensure that the centre has sufficient reserves in place to cover any potential downturn in its income stream and to cover any ongoing liabilities that arise from such an event for at least eighteen months. Any surplus over the £30,000 is to be held in the general unrestricted fund.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Recruitment and Appointment of New Trustees

Any new appointments are at the recommendation of the board and may be any person who is willing to work for the charity's objectives and whom the members of the board feel will be able to perform both their legal and professional responsibilities under charity and company law.

Induction and Training of New Trustees

In the view of the board all the trustees understand the nature of the charity and fully comply with the charity's current views of its progression. They are aware of both their legal and professional responsibilities under the charity and company law. The present board would look to make this knowledge available to any prospective new board member to enable them to discharge their responsibilities fully.

Related Parties

There were related party transactions during the year.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04328889 (England and Wales)

Registered Charity number

1105027

Registered office

20 Havelock Road
Hastings
East Sussex
TN34 1BP

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

Trustees

P W Pragnell

N M O Hill (resigned 18.5.22)

N C Sinden

N P Terdre

E Farkas

K J Towner (resigned 6.6.23)

Independent Examiner

S R Sampson BFP FCA FCIE DChA

Ashdown Hurrey

Chartered Accountant & Business Advisers

20 Havelock Road

Hastings

East Sussex

TN34 1BP

Approved by order of the board of trustees on 29 November 2023 and signed on its behalf by:

P W Pragnell - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF SOUTHWATER AREA COMMUNITY CENTRE

Independent examiner's report to the trustees of Southwater Area Community Centre ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

S R Sampson BFP FCA FCIE DChA

Ashdown Hurrey
Chartered Accountant & Business Advisers
20 Havelock Road
Hastings
East Sussex
TN34 1BP

30 November 2023

SOUTHWATER AREA COMMUNITY CENTRE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		5,315	3,599	8,914	2,050
Other trading activities	3	31,993	-	31,993	33,009
Investment income	4	146	-	146	3
Other income	5	-	-	-	15,644
Total		<u>37,454</u>	<u>3,599</u>	<u>41,053</u>	<u>50,706</u>
EXPENDITURE ON					
Raising funds		82	-	82	10
Charitable activities					
Charitable Activities		<u>46,605</u>	<u>-</u>	<u>46,605</u>	<u>48,778</u>
Total		<u>46,687</u>	<u>-</u>	<u>46,687</u>	<u>48,788</u>
NET INCOME/(EXPENDITURE)		(9,233)	3,599	(5,634)	1,918
RECONCILIATION OF FUNDS					
Total funds brought forward		45,759	-	45,759	43,841
TOTAL FUNDS CARRIED FORWARD		<u>36,526</u>	<u>3,599</u>	<u>40,125</u>	<u>45,759</u>

The notes form part of these financial statements

SOUTHWATER AREA COMMUNITY CENTRE (REGISTERED NUMBER: 04328889)**BALANCE SHEET
31 MARCH 2023**

	Notes	Unrestricted funds £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
FIXED ASSETS					
Tangible assets	11	2,031	-	2,031	1,978
CURRENT ASSETS					
Debtors	12	3,553	-	3,553	2,293
Cash at bank		<u>34,496</u>	<u>3,599</u>	<u>38,095</u>	<u>46,309</u>
		38,049	3,599	41,648	48,602
CREDITORS					
Amounts falling due within one year	13	(3,554)	-	(3,554)	(4,821)
NET CURRENT ASSETS		<u>34,495</u>	<u>3,599</u>	<u>38,094</u>	<u>43,781</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		36,526	3,599	40,125	45,759
NET ASSETS		<u>36,526</u>	<u>3,599</u>	<u>40,125</u>	<u>45,759</u>
FUNDS	14				
Unrestricted funds				36,526	45,759
Restricted funds				<u>3,599</u>	-
TOTAL FUNDS				<u>40,125</u>	<u>45,759</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

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 29 November 2023 and were signed on its behalf by:

P W Pragnell - Trustee

SOUTHWATER AREA COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1. STATUTORY INFORMATION

The Southwater Area Community Centre is a private company, limited by guarantee, registered in England & Wales. The company's registered number and registered office address can be found in the Report of the Trustees.

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.

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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

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.

Tangible fixed assets

Short Leasehold Premises - Straight Line over period of lease
Equipment and Furniture - 25% on Reducing Balance

Taxation

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

Fund accounting

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

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

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

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.

Government grants

In accordance with s24 of FRS 102 these are treated using the accruals model and so are recognised in income on a systematic basis over the periods in which the charity recognises the related costs for which the grants are intended to compensate.

SOUTHWATER AREA COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

3. OTHER TRADING ACTIVITIES

	31.3.23	31.3.22
	£	£
Hire of premises	17,531	19,617
Rent of office	13,403	11,962
Tariff income (EDF)	1,059	1,430
	<u>31,993</u>	<u>33,009</u>

4. INVESTMENT INCOME

	31.3.23	31.3.22
	£	£
Deposit account interest	<u>146</u>	<u>3</u>

5. OTHER INCOME

	31.3.23	31.3.22
	£	£
Government COVID support	<u>-</u>	<u>15,644</u>

6. NET INCOME/(EXPENDITURE)

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

	31.3.23	31.3.22
	£	£
Depreciation - owned assets	285	233
Other operating leases	<u>935</u>	<u>420</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

8. STAFF COSTS

	31.3.23	31.3.22
	£	£
Wages and salaries	14,608	13,351
Social security costs	-	(29)
Other pension costs	177	144
	<u>14,785</u>	<u>13,466</u>

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

	31.3.23	31.3.22
	<u>2</u>	<u>2</u>

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

SOUTHWATER AREA COMMUNITY CENTRE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2,050	-	2,050
Other trading activities	33,009	-	33,009
Investment income	3	-	3
Other income	<u>15,644</u>	<u>-</u>	<u>15,644</u>
Total	<u>50,706</u>	<u>-</u>	<u>50,706</u>
EXPENDITURE ON			
Raising funds	10	-	10
Charitable activities			
Charitable Activities	<u>48,778</u>	<u>-</u>	<u>48,778</u>
Total	<u>48,788</u>	<u>-</u>	<u>48,788</u>
NET INCOME	1,918	-	1,918
RECONCILIATION OF FUNDS			
Total funds brought forward	43,841	-	43,841
TOTAL FUNDS CARRIED FORWARD	<u>45,759</u>	<u>-</u>	<u>45,759</u>

10. INDEPENDENT EXAMINERS' REMUNERATION

	31.3.23 £	31.3.22 £
Fees payable to the charity's independent examiners for the independent examination of the charity's financial statements	1,680	1,620
Fees payable to the charity's independent examiners for the independent examination of the charity's financial statements - Prior year	(162)	1,620
Fees payable to the charity's independent examiners for other services	<u>917</u>	<u>694</u>
	<u>2,435</u>	<u>3,934</u>

SOUTHWATER AREA COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MARCH 2023**

11. TANGIBLE FIXED ASSETS

	Short leasehold £	Equipment & Furniture £	Totals £
COST			
At 1 April 2022	2,535	27,211	29,746
Additions	-	338	338
At 31 March 2023	<u>2,535</u>	<u>27,549</u>	<u>30,084</u>
DEPRECIATION			
At 1 April 2022	951	26,817	27,768
Charge for year	102	183	285
At 31 March 2023	<u>1,053</u>	<u>27,000</u>	<u>28,053</u>
NET BOOK VALUE			
At 31 March 2023	<u>1,482</u>	<u>549</u>	<u>2,031</u>
At 31 March 2022	<u>1,584</u>	<u>394</u>	<u>1,978</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.3.22 £
Trade debtors	1,808	1,900
Other debtors	172	27
Prepayments and accrued income	<u>1,573</u>	<u>366</u>
	<u>3,553</u>	<u>2,293</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.3.22 £
Trade creditors	184	-
Social security and other taxes	14	-
Other creditors	1,676	1,581
Accrued expenses	<u>1,680</u>	<u>3,240</u>
	<u>3,554</u>	<u>4,821</u>

14. MOVEMENT IN FUNDS

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	15,759	(9,233)	6,526
Designated funds	<u>30,000</u>	-	<u>30,000</u>
	45,759	(9,233)	36,526
Restricted funds			
Crowdfunder	-	3,599	3,599
TOTAL FUNDS	<u>45,759</u>	<u>(5,634)</u>	<u>40,125</u>

SOUTHWATER AREA COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MARCH 2023**

14. 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	37,454	(46,687)	(9,233)
Restricted funds			
Crowdfunder	3,599	-	3,599
TOTAL FUNDS	<u>41,053</u>	<u>(46,687)</u>	<u>(5,634)</u>

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	13,841	1,918	15,759
Designated funds	30,000	-	30,000
	<u>43,841</u>	<u>1,918</u>	<u>45,759</u>
TOTAL FUNDS	<u>43,841</u>	<u>1,918</u>	<u>45,759</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	50,706	(48,788)	1,918
TOTAL FUNDS	<u>50,706</u>	<u>(48,788)</u>	<u>1,918</u>

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

	At 1.4.21 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	13,841	(7,315)	6,526
Designated funds	30,000	-	30,000
	<u>43,841</u>	<u>(7,315)</u>	<u>36,526</u>
Restricted funds			
Crowdfunder	-	3,599	3,599
TOTAL FUNDS	<u>43,841</u>	<u>(3,716)</u>	<u>40,125</u>

SOUTHWATER AREA COMMUNITY CENTRE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

14. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	88,160	(95,475)	(7,315)
Restricted funds			
Crowdfunder	3,599	-	3,599
TOTAL FUNDS	<u>91,759</u>	<u>(95,475)</u>	<u>(3,716)</u>

Description of Restricted Funds

Crowdfunder - A fund raising campaign for "Improving Access for Everyone at The Clifton Centre".

15. RELATED PARTY DISCLOSURES

During the year the charity received income from Edit Farkas, a Trustee, for use of the charity's facilities. The total amount recognised in the year was £2,375 (2022: £1,428).

The charity paid Nigel Sinden, a Trustee, for repair work undertaken during the year. The total amount paid was £151 (2022: Nil).

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.