

Company Registration number
06857630
Charity Registration number
1134308

Trenance Cottages Newquay
Report and Unaudited Accounts
31 December 2021

Trenance Cottages Newquay
Report and accounts
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**Trenance Cottages Newquay
Trustees' Report
for the year ended 31 December 2021
Charitable Company Information**

The trustees present their report and accounts for the year ended 31 December 2021 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and 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).

Reference and Administrative Information

Charity name

Trenance Cottages Newquay

Company Registered number

06857630

Charity Registered number

1134308

Trustees

Mr Edward O'Dell

Mr Chris Blount

Mr Ron Fullwood

Mrs Mavis Warman

Mrs Jill Willmott

Mr David Graves

Mrs Ruth Atkinson (resigned 21/9/21)

Mrs Gillian Moore

Mrs Valerie Collinson

Mrs Christine Davey

Mr Chris Rodger

Ms Sandra Watkins

Mr Michael Jenkin

Mr Simon Fernley (appointed 21/9/21)

Cornwall Council representative:

Kevin Towill (resigned 5/5/21)

Independent Examiner

Mr N Hallam FCCA

Crane & Johnston

30 -32 Trebarwith Crescent

Newquay

Cornwall

TR7 1DX

Bankers

Lloyds Bank Plc

Chesterton Place

6 Chester Road

Newquay

Cornwall

TR7 2RU

Registered office

42 Penmere Drive

Newquay

Cornwall

TR7 1QQ

Trenance Cottages Newquay
Registered number: 06857630
Trustees' Report

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 25 March 2009 and registered as a charity on 15 February 2010. The charitable company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the charitable company being wound up members are required to contribute an amount not exceeding £1.

The accounts comply with current statutory requirements and the charity's governing documents.

Recruitment and Appointment of trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's articles are known as members of the Board of Directors. Under the requirements of the Memorandum and Articles of Association, three members of the board of directors stand down annually, in order of when they were 1st elected. After which, they must be re-elected at the Annual General Meeting. Nominated members serve at the discretion of the nominating body.

All members will be circulated with invitations to nominate trustees prior to the AGM advising them of the retiring trustees and requesting nominations for the AGM.

New trustees are provided with a pack containing information covering the following:

- the content of the memorandum and articles of association
- set of recent board papers and minutes and dates of next meetings
- annual reports from the previous year

Objectives and Activities

The charitable company's objects and principal activities are to:

- a) promote for the benefit of the public the preservation, protection and improvement of Trenance Cottages, Newquay. The cottages are a group of late eighteenth and early nineteenth century, Grade II listed buildings.
- b) to advance the education of the public, in particular but not exclusively, in the heritage of the area and the arts.
- c) be a community hub and contribute towards improving social capital through volunteering.

Trenance Cottages Newquay
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Trustees' Report

The main concern and objective for the year was our financial survival during pandemic lock downs by securing help that the government offered. We also ensured the safety and well being of our volunteers, when we did open by following a strict COVID risk assessment and providing screens, masks, visors, notices and hand sanitizers. We were awarded a grant from the Lottery Fund Southwest during 2017 and this has enabled us to employ a Development Manager, an Admin Assistant and a Caretaker.

Risk Management

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity and are satisfied that systems are in place to mitigate our exposure to the major risks.

Organisational Structure

Trustees meet monthly and are responsible for the strategic direction and policy of the charity. Currently there are 13 trustees, the board of trustees are responsible for the day to day running of the charity.

Public Benefit

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities and projects.

Financial review

The charity had an overall surplus of £6,464 for the year ending 31 December 2021. Of this, a deficit of £6,556 before transfers relates to restricted funds. The deficit is covered by funds brought forward. Unrestricted funds have created a surplus of £31,919 arising mainly from the rental income that the charity has collected now that the cottages can be fully utilised.

Trenance Cottages Newquay
Registered number: 06857630
Trustees' Report

Level of reserves

The trustees have considered the reserves of the charity. They consider that the balance at the year end of £100,863 is required to help sustain the operations of the charity over the next twelve months.

Responsibilities of the Trustees

The charity trustees (who are also the directors of the Trenance Cottages Newquay for the purposes of company law) are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the management committee are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue on that basis.

The trustees are responsible for maintaining 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. The Trustees 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.

This report was approved by the board on 27/4/22 and signed by its order.


.....
Mr Chris Blount
Trustee

**Trenance Cottages Newquay
Independent Examiner's Report
to the Trustees of Trenance Cottages Newquay**

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

Respective responsibilities of the trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act;
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 145 (5)(b) of the Charities Act; and
- to state whether particular matters have come to my attention.

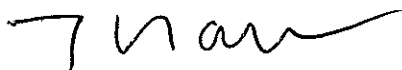
Basis of independent examiner's statement

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

Independent examiner's statement

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

- accounting records have not been kept in accordance with section 386 of the Companies Act 2006;
- the accounts do not accord with such records:
- where accounts are prepared on an accruals basis, whether they fail to comply with relevant accounting requirements under section 396 of the Companies Act 2006, or are not consistent with the Charities SORP (FRS 102)
- any matter which the examiner believes should be drawn to the attention of the reader to gain a proper understanding of the accounts.



Neil Hallam FCCA
Crane & Johnston
Chartered Certified Accountants
30 -32 Trebarwith Crescent
Newquay
Cornwall
TR7 1DX

Dated 28/9/22

Trenance Cottages Newquay
Statement of financial activities (including income and expenditure account)
for the year ended 31 December 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 £	2020 £
Income and endowments from:					
Donations		1,488	-	1,488	965
Income from charitable activities:					
Grants receivable		23,031	6,850	29,881	21,489
Function room hire		3,970	-	3,970	1,804
Tearoom & Shop rent		14,590	-	14,590	15,200
Other income		5,746	-	5,746	3,313
Fundraising		8,152	-	8,152	1,406
Income from other trading activities		1,075	-	1,075	663
Total		58,052	6,850	64,902	44,840
Expenditure on:					
Charitable activities		24,759	13,406	38,165	37,139
Other		1,374	-	1,374	1,237
Total	5	26,133	13,406	39,539	38,376
Net income/(expenditure)		31,919	(6,556)	25,363	6,464
Transfers between funds		-	-	-	-
Net movement in funds		31,919	(6,556)	25,363	6,464
Reconciliation of funds:					
Total funds brought forward		68,944	689,171	758,115	751,651
Total funds carried forward		100,863	682,615	783,478	758,115

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

**Trenance Cottages Newquay
Balance Sheet
as at 31 December 2021**

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	8	684,108	680,209
Current assets			
Stocks		4,156	2,740
Debtors	9	14,283	3,791
Cash at bank and in hand		88,280	79,565
		<u>106,719</u>	<u>86,096</u>
Creditors: amounts falling due within one year	10	(7,349)	(8,190)
Net current assets		<u>99,370</u>	<u>77,906</u>
Total net assets		<u><u>783,478</u></u>	<u><u>758,115</u></u>
The funds of the charity:			
Unrestricted funds	11	100,863	68,944
Restricted funds	12	682,615	689,171
Total charity funds		<u><u>783,478</u></u>	<u><u>758,115</u></u>

The trustees are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

Members have not required the company to obtain an audit in accordance with section 476 of the Act.

The trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime.

.....
C Blount
Trustee

.....
J P Willmott
Trustee

Approved by the board on 27/9/22

**Trenance Cottages Newquay
Notes to the Accounts
for the year ended 31 December 2021**

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with 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), the Charities Act 2011 and the Companies Act 2006.

Income

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

When donors specify that donations and grants given to the charity must be used in future accounting period, the income is deferred until those periods.

Incoming resources from charitable activity are accounted for when earned.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

Charitable activities 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.

Other expenditure represents those items not falling into any other heading.

All costs are allocated between the expenditure categories of the Statement of Financial Activity on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Individual fixed assets costing £500 or more are capitalised at cost.

Property	not considered necessary as buildings have an infinite life
Equipment	20% per annum on straight line basis

Stocks

Stock is valued at the lower of cost and net realisable value.

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.

Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity.

Restricted funds are subject to specific conditions by donors and grant making bodies as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Trenance Cottages Newquay
Notes to the Accounts
for the year ended 31 December 2021

2 Operating surplus	2021	2020
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>1,996</u>	<u>1,011</u>

3 Taxation

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

4 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the period.

None of the trustees (or any persons connected with them) was paid expenses during the period.

5 Expenditure	2021	2020
	£	£
Charitable activities		
Items purchased for resale	3,309	1,829
Licences	404	404
Fundraising expenses	1,114	650
Insurance	2,186	2,185
Cleaning	866	859
Light and heat	1,593	1,133
Repairs and maintenance	4,929	4,190
Rates	462	386
Rent	480	480
Telephone	185	516
Training	848	-
Advertising	1,889	1,329
Stationery and printing	57	8
Depreciation	1,996	1,012
Subscriptions	185	180
Wages	16,259	21,756
Sundry expenses	<u>1,403</u>	<u>222</u>
	<u>38,165</u>	<u>37,139</u>
Other expenditure		
Accountancy - Independent Examination	954	919
Legal & professional fees	-	13
Bank charges	<u>420</u>	<u>305</u>
	<u>1,374</u>	<u>1,237</u>
Total expenditure	<u><u>39,539</u></u>	<u><u>38,376</u></u>

6 Wages & Salaries	2021	2020
	£	£
Wages & salaries	<u>16,259</u>	<u>21,756</u>
There were no employees whose emoluments were £60,000 or more.		
Number of employees:	2021	2020
	Number	Number
Average number of full time equivalent employees during the period	<u>3</u>	<u>3</u>

Trenance Cottages Newquay
Notes to the Accounts
for the year ended 31 December 2021

7 Legal Status of Charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The charitable company was incorporated in the UK and is registered in Cornwall. The principal place of business is Trenance Cottages, Trenance Road, Newquay, Cornwall, TR7 2HW.

8 Tangible fixed assets

	Land and buildings £	Plant and machinery etc £	Total £
Cost			
At 1 January 2021	678,678	37,577	716,255
Additions	975	4,920	5,895
At 31 December 2021	<u>679,653</u>	<u>42,497</u>	<u>722,150</u>
Depreciation			
At 1 January 2021	-	36,046	36,046
Charge for the year	-	1,996	1,996
At 31 December 2021	<u>-</u>	<u>38,042</u>	<u>38,042</u>
Net book value			
At 31 December 2021	<u>679,653</u>	<u>4,455</u>	<u>684,108</u>
At 31 December 2020	<u>678,678</u>	<u>1,531</u>	<u>680,209</u>

The Trustees consider the buildings to have an infinite life and have therefore agreed that depreciation is not required.

9 Debtors

	2021 £	2020 £
Other debtors	<u>14,283</u>	<u>3,791</u>

10 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	3,001	3,250
Other creditors	<u>4,348</u>	<u>4,940</u>
	<u>7,349</u>	<u>8,190</u>

11 Unrestricted funds

	2021 £	2020 £
At 1 January 2021 as previously stated	68,944	53,186
Surplus for the year	31,919	15,758
Transfers	-	-
At 31 December 2021	<u>100,863</u>	<u>68,944</u>

Trenance Cottages Newquay
Notes to the Accounts
for the year ended 31 December 2021

12 Restricted funds	Balance at 1st January £	Incoming resources £	Expenditure £	Transfers £	Balance at 31st December £
Renovation of cottages	678,678	-	-	-	678,678
Making Trenance Heritage Cottages Sustainable Developing New Uses	10,493	6,850	13,406	-	3,937
	<u>689,171</u>	<u>6,850</u>	<u>13,406</u>	<u>-</u>	<u>682,615</u>

Renovation of cottages - various grants have been received towards the repairing & restoring of Trenance Cottages as a community meeting space & heritage centre. The main funders were Heritage Lottery Fund and SITA.

Making Trenance Heritage Cottages Sustainable Developing New Uses - this project is being funded by the Heritage Lottery fund. The funding will enable the charity to recruit staff to manage the cottages and focus on the future developments of the organisation. This project ceased on 31/12/21 and the balance on this fund represents the NBV of the assets which will be depreciated over future years.

13 Analysis of net assets between funds	Unrestricted funds £	Restricted funds £	Total funds £
Fixed assets	1,493	682,615	684,108
Current assets	106,719	-	106,719
Liabilities	(7,349)	-	(7,349)
	<u>100,863</u>	<u>682,615</u>	<u>783,478</u>