

Charity Registration No. 1140505

Company Registration No. 07491038 (England and Wales)

THE PANT & DOWLAIS BOYS & GIRLS CLUB
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

THE PANT & DOWLAI BOYS & GIRLS CLUB

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THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report and financial statements for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 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 2019)".

Objectives and activities

The objectives of the organisation are to educate people resident in the area of Merthyr through their leisure time. Our aim is to adapt a more positive attitude to young peoples' lives, raise their aspirations, realise their full potential and be inclusive to all to support development of their physical, mental capacities that they may grow to full maturity as individuals and members of society.

Pant & Dowlais Boys & Girls Club

The Boys & Girls Club is a charity-run youth organisation that is five days a week 4pm-8pm during school term and 9am-6pm during school holidays. Annual membership is £10 (this is reduced to £5 for each younger sibling within a family).



Daily entry fees cost £2 for members or £3 for non-members which enable young people to use the facilities which includes:

Performing Arts	Drama, dance, drum lessons karaoke, guitar lessons and group music sessions.
Arts, Crafts	Arts & crafts, orienteering, environmental projects, community work, litter picking, homework club, reading club and movie club.
Sports and Games	Football, dodgeball, boxfit, table-tennis mixed martial arts, tag rugby and pool competitions.

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During the summer months we offer a range of activities for young people to experience, such as trips out to local parks, attractions and beaches, including visits to cultural and listening centres, libraries, museums, sporting stadiums and attending theatre performances.



Public benefit

We have complied with the duty in the 2011 Charities Act to have due regard to guidance published by the Charity Commission in respect of our duty to provide public benefit.

Achievements and performance

Overview

In January 2012 we, as the then trustees of the unincorporated charity, brought in an external business management consultant to help us identify and address a number of financial and managerial issues. As a result, we started to put in place more effective operating systems. Unfortunately, the consultant was only willing to work with us until funding of the position ceased in October 2013. Consequently, the trustees and staff have had to take on these additional administrative responsibilities since then and these have been carried out to the best of all our abilities.

As with any change in management systems there have been teething problems and the new ways of working were not easily embraced by some of the then existing staff. However, as Trustees we had, and still have, a clear idea of how we want the charity to operate to enable it to be more robust in the future, and we have continued to work through these ongoing changes with the staff.

We believe that these management changes will continue to provide for much stronger managerial and financial internal controls which will protect the staff, our clients and the charity assets.

Staff resources

Legacy Trust Funding

The Pant & Dowlais Boys & Girls club, often simply referred to locally as The Engine House has, over many years, continued to provide excellent after-school and school holiday sessions for young people (aged 8-25) that live in Merthyr Tydfil and the surrounding communities.

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The Youth Club is managed by three Level 3 Youth Workers and supported by a team of six Level 2 Youth Workers along with a core of volunteers. All level 2 youth workers have completed their youth work level 3 qualification and are awaiting their certificates.

The funding for these staff comes from the Legacy Trust Funding grant. This grant pays for staff salaries and training. This grant provides the core funding to support the Youth Club and without this the charity would find it difficult to attract qualified salaried staff. This grant was, and still is, fundamental to the success of Pant & Dowlais Boys and Girls Club.

The Blast Academy

Previously grants received from the Arts Council enabled the funding of a part-time drama teacher/dance tutor.

A further grant was obtained in May 2013, covering the period to July 2015, to enable us to not only continue with these activities but to also extend our scope thereby enabling children to achieve L.A.M.D.A. and public speaking certificates.

When the funding ceased in July 2015, the Trustees decided to continue funding the drama class due to the ongoing success and popularity with the children.

Whilst currently suspended due to Covid-19, it has been and will be funded out of the club's unrestricted reserves. The club is conscious of the financial constraints of this activity and is actively seeking grant funding for this project.



Special Projects and Activities

Covid-19 'Foodhub' and other Foodbank Distributions

Following the Covid-19 pandemic lockdown in March 2020 the charity had to close and cease all of its normal day-to-day charitable activities.

In April 2020 a decision was taken by the trustees not to furlough three of the Charity's staff and utilise them with the Youth Project Manager in the creation, operation and supervision of the Charity's own 'Foodhub'. This was based in the Engine House and was open to local people deemed to be in need of help in meeting their food requirements, who either contacted the Charity directly or via other contacts, such as local councillors.

Because of Covid-19 restrictions, food could not be collected from the Engine House personally and consequently the food was delivered directly to the needy by the charity's staff using the Charity's vehicles. The foods distributed were either purchased and supplied by the charity itself or came from food donations to the Charity made by local businesses, supermarkets, bakeries and shops, etc.

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This 'Foodhub' was opened in April 2020 and only ceased its operations in July 2021.

In addition, numerous additional deliveries of food were made by the Charity's staff using the Charity's vehicles on behalf of a fellow charitable organisation, Merthyr Cynon Foodbank, to people in the Merthyr area covered by that organisation.

Increasing Cycling

In 2011/2012 grant funding was received with the aim to encourage local people to cycle more and use the local cycle tracks. Consequently, the charity bought from its own funds 22 bikes of different sizes, and cycling trips have been made on local tracks; 10 or 15 mile cycling trips on the Taff trail. Even though the funding ceased in 2013/2014 this project has and, Covid-19 restrictions permitting, will continue to be funded out of the general reserves of the club.

Sport

Whilst suspended during the Covid-19 lockdown the charity has recommenced running sporting activities for young people including indoor and outdoor sports.

Youth forum

In the past, prior to Covid-19, we ran a young people Youth Forum. This is run by the young people for the young people and at these meetings the young people decided what activities and improvements they want. Once Covid-19 regulations permit, we will recommence this Forum which will allow young people to be heard, have a voice and be taken seriously.

The Forum is involved in the Merthyr Tydfil Borough Youth Forum championing young people's rights.

Educational trips

In the past we have taken many young people on a variety of educational trips. This year these trips were not possible because of Covid-19. However, we intend to recommence these when circumstances allow and our trips will be similar to earlier years which have included:

Big Pit, St Fagan's Museum, Cyfartha Museum, Dowlais Library, Gnoll Park, Community nature trails, Merthyr Fire Station, Bryn Bach Park, local football matches, Pumpkin picking, Wales Millennium Centre, and a local theatre performance at The Soar



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Christmas

Normally, Christmas is a very busy time and the young people visit different Nursing homes across Merthyr Tydfil. They sing Carols and chat to the elderly helping to cross intergenerational divides. Unfortunately, due to Covid-19 this was not possible in 2020 but we intend to re-commence these activities as soon as circumstances allow.

Litter picks/Gardening

Due to Covid-19, no Litter Picks were completed this year with the aim of our young people making their community a cleaner and a better place to live. In the past, bags of rubbish were collected from the streets of Dowlais. This exercise continued to have a profound effect on local people of the community. It helps them realise what a positive contribution young people have to make to their communities. The youth club also took part in local litter picks once a week, known as the 'Litter Bugs'.

We are hoping, Covid-19 regulations permitting, to restart this project in the near future.



We will also have a 'litter bugs' group which will take place every week at the youth clubs. Children and young people put themselves forward to take part in outdoor clean-up activities to promote children and young people being empowered to have a duty in their youth club.

Adopt a path

Previously we were invited by the local authority to adopt a designated pathway or right of way and look after it for the benefit of the community. We adopted two pathways and every fortnight young people litter pick these in youth club; some also bring their parents and dogs. The young people are also asked to report any vandalism or tree damage to the local authority which in turn keeps the area clean, tidy and free of debris and a place for our community to enjoy. We intend to continue with the evening walks to this project as soon as Covid-19 restrictions allow.

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"Don't eat with your eyes"

Previously, during all school holidays, twice a week we provided free healthy meals and snacks to promote a healthier way of living. To do this we worked with Merthyr Housing who run a scheme 'Fit & Fed' that supply us with a budget that covers the cost to promote healthy eating and physical activities.

Unfortunately, due to Covid-19, we were unable to provide this service in 2020.



Financial review

Reserves Policy

As in the previous period we have adopted the policy of trying to maintain one year's unrestricted reserves to cover running costs. This requirement is becoming even more relevant as traditional streams of funding become less available and we aim to create more sustainability within the organisation.

Brief Review of the charity's financial position

The free reserves of the charity are £69,725 against a target value of approximately £132,000. The forecast for the next 12 months shows that we have sufficient anticipated incomes and thus overall funds to operate through securing new sources of funding as well as our primary funding sources (see the next paragraph).

Principal Funding Sources

We have a number of consistent and loyal supporters who have enabled us to continue to deliver our programmes from year to year (see note 3 to the accounts). We have also secured funding from the Merthyr Tydfil Borough via the Legacy Trust Fund and we have also obtained new sources of funding during 2021 which should enable us to continue until 2023 (see Plans for future periods paragraph below).

Investment Policy

Our policy has been to keep contingency funds in interest-bearing accounts. The interest levels are, however, very low and we are continually attempting to identify accounts which will generate a better return.

Risk Review

The Trustees have conducted a review of the major risks to which the charity is exposed. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Procedures are in place to ensure compliance with health and safety of staff, clients and visitors to the charity's various premises. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity. Where appropriate, professional advisors have been appointed to advise the charity.

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TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

Plans for future periods

Unfortunately, because of the Coronavirus pandemic, the charity had to close its premises and all its normal activities ceased in 2020/21. The charity only reopened in the Autumn of 2021 and recommenced those activities that Covid-19 restrictions currently permit.

Prior to the Covid-19 outbreak there were 12 people working part time and full time and volunteering at the Engine House of which 3 of them were under the age of 20 years, and many were previously members and users of the club.

In August 2019 we signed a lease on the Engine House premises securing our future occupation. The annual cost of this lease is minimal as we have further agreed that we will effectively pay a peppercorn rent to the landlord, Merthyr Tydfil Borough Council.

Attracting grant funding to pay for the salaries of qualified youth workers remains the biggest challenge. We are continuing to work with grant funders to attract funding without which we cannot continue to operate, thereby enabling us to operate in the same way as at the pre Covid-19 level.

Now having security of tenure of the premises, the charity is finding that funders are now more readily amenable to our requests, and we have obtained additional grants since the March 2021 year end, which we can utilise in 2021/22 or carry forward to 2022/23.

One of these grants, obtained in the summer of 2020, was for the renovation of the Engine House which, now completed, significantly improves the availability of the premises to disabled persons and also creates a better environment for both children and adults attending the premises for whatever reason.

A number of years ago we upgraded the Café using the Charity's own funds and continue in offering good quality, healthy food at reasonable prices. Our continued aim is to not only improve the health of the youngsters in the area but to generate further funding for the Charity through providing a community café in the weekdays for the public.

We intend to continue to rent room and facility space during the days and nights to local businesses and groups but want to create more use out of the building structure so that it can generate more of its own income. The ultimate aim is that hopefully this will lead to a reduction in the need for grant funding to run the Pant & Dowlais Boys & Girls Club and create wider community benefits and diversify what we can offer.

Structure, governance and management

Nature of the Charity's Governing Document

The Charity is governed by its Constitution and, as a limited company, its Articles of Association having been incorporated on 10 May 2012. The Constitution was adopted from the old constitution of the Pant & Dowlais Boys & Girls Club, an unincorporated charity number 1099325.

Members and the board of trustees

The Pant & Dowlais Boys & Girls Club is a local charity and non-profit making. It is currently run by a Board of 7 Trustees.

Method of Recruiting and Appointing New Trustees

The existing trustees constantly re-evaluate the needs of the skills of the charity, they then search for individuals with their appropriate skill sets and invite them to join

the committee. They also consider applications from individuals who have an interest and are willing to make a contribution to the overall development of the charity.

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TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

Decisions are made at regular Board meeting where minutes are kept as a record. As stated, the governing document is the Constitution and Articles of Association. Trustees are selected in accordance with these documents.

Procedure for the Induction and Training of Trustees

New Trustees are given a full tour of the organisation and the full extent of the charity's activities explained. They are taken through the business plan and aims and aspirations of the charity and their role in it explained.

Organisation Structure

Since re-opening in the autumn of 2021, following the easing of Covid-19 restrictions, the Board of Trustees are again reported to by the Youth Project Manager who manages the day to day operations through other senior youth support officers. These in turn manage the junior staff and volunteers.

Interests of the Trustees

No trustees have any children attending as Junior Members.

Key Management Personnel

The trustees consider that key management personnel is the Youth Project Manager, Mr David Hughes.

Reference and Administrative details

Name

The Pant & Dowlais Boys & Girls Club

Charity registration number

1140505

Company registration number

07491038

Registered Office

The Engine House, High Street, Dowlais, Merthyr Tydfil, CF48 3HA

Members of the Board of Trustees during the year were as follows:

Patricia Weaver

Gareth Davies

Brian Beattie

Kenneth Davies

Clive Barsi

Louise Davies

Declan Sammon - resigned 11 November 2021

Paula Layton

Chairperson

Brian Beattie

President

The President of the Charity (as set out in 8b of the Constitution) is Brian Beattie.

Bank

Barclays Bank plc, 47 High Street, Merthyr Tydfil, CF47 8DL.

Independent Examiners

Sarah Case FCA DChA, Azets Audit Services, Ty Derw, Lime Tree Court, Cardiff Gate Business Park, Cardiff, CF23 8AB

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2021

The trustees' report was approved by the Board of Trustees.


.....
Mr G Davies

Trustee

Dated: ..22/12/21.....


.....

Mrs P Weaver

Trustee

THE PANT & DOWLAIS BOYS & GIRLS CLUB

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

The trustees, who are also the directors of The Pant & Dowlais Boys & Girls Club for the purpose of company law, are responsible for preparing the Trustees' Report 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate 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 Companies Act 2006. 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.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE PANT & DOWLAIS BOYS & GIRLS CLUB

I report to the trustees on my examination of the financial statements of The Pant & Dowlais Boys & Girls Club (the charity) for the year ended 31 March 2021.

Responsibilities and basis of report

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

Having satisfied myself that the financial statements of the charity 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 the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 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 , which is one of the listed bodies.

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.

Sarah Case

Sarah Case FCA DChA

Azets Audit Services

Ty Derw

Lime Tree Court

Cardiff Gate Business Park

Cardiff

CF23 8AB

United Kingdom

Dated: *22/12/2021*

THE PANT & DOWLAIS BOYS & GIRLS CLUB

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Income from:							
Donations and legacies	3	158,055	-	158,055	146,684	-	146,684
Charitable activities	4	31,570	305,337	336,907	39,889	78,317	118,206
Other trading activities	5	-	-	-	27,439	-	27,439
Investments	6	4	-	4	16	-	16
Total income		189,629	305,337	494,966	214,028	78,317	292,345
Expenditure on:							
Raising funds	7	-	-	-	17,507	-	17,507
Charitable activities	8	8,601	304,987	313,588	206,893	85,426	292,319
Total resources expended		8,601	304,987	313,588	224,400	85,426	309,826
Net incoming/ (outgoing) resources before transfers		181,028	350	181,378	(10,372)	(7,109)	(17,481)
Gross transfers between funds		(125,757)	125,757	-	-	-	-
Net income/(expenditure) for the year/ Net movement in funds		55,271	126,107	181,378	(10,372)	(7,109)	(17,481)
Fund balances at 1 April 2020		19,956	7,605	27,561	30,328	14,714	45,042
Fund balances at 31 March 2021		75,227	133,712	208,939	19,956	7,605	27,561

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

THE PANT & DOWLAIS BOYS & GIRLS CLUB

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	12		138,864		13,448
Current assets					
Stocks	13	2,696		3,828	
Debtors	14	35,348		4,017	
Cash at bank and in hand		41,729		22,878	
		79,773		30,723	
Creditors: amounts falling due within one year	15	(9,698)		(16,610)	
Net current assets			70,075		14,113
Total assets less current liabilities			208,939		27,561
Income funds					
Restricted funds	16		133,712		7,605
<u>Unrestricted funds</u>					
Designated funds	17	5,502		5,843	
General unrestricted funds		69,725		14,113	
			75,227		19,956
			208,939		27,561

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

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

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.

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

The financial statements were approved by the Trustees on 22/12/21

Mr G Davies
Trustee

Company Registration No. 07491038

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Charity information

The Pant & Dowlais Boys & Girls Club is a charitable company limited by guarantee incorporated in England and Wales. The registered office is The Engine House, High Street, Dowlais, Merthyr Tydfil, Mid Glamorgan, CF48 3HA, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006 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 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

The charity reported an unrestricted outflow for the year of £64,387. At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

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

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes VAT which cannot be recovered, and is reported as part of the expenditure to which it relates:

- Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes through the charity shop.
- 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.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity, and include accountancy fees and costs linked to the strategic management of the charity.
- All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.
- Donated costs and services are recognised in the statements at a fair market value. Where these costs occur there is a corresponding income shown on the financial statements equal to the deemed value of the donated costs.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	4% on cost
Plant and equipment	25% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

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

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.14 Organisational Structure

The organisation is a company limited by guarantee and a registered charity. The directors are the trustees and are set out in the Trustees Report, they form a board of trustees which is the executive board of the charity. The aims and rules for governance are set out in the charitable company's Memorandum and Articles of Association.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	24,098	15,262
Donated goods and services	133,801	131,228
Other	156	194

Donated goods and services

Donated goods and services of £133,801 (2020: £129,108) were provided by Merthyr Tydfil Car Auction Limited and £nil (2020: £2,120) was provided by Mrs P Weaver

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

4 Charitable activities

	2021 £	2020 £
Entry and membership fees	-	21,898
Trips	-	175
Grants	335,337	78,317
Room hire	1,570	15,366
Advert boards	-	2,450
	<u>336,907</u>	<u>118,206</u>
Analysis by fund		
Unrestricted funds	31,570	39,889
Restricted funds	305,337	78,317
	<u>336,907</u>	<u>118,206</u>
Grants		
Communities First	10,000	-
VAMT	5,200	-
Merthyr Tydfil CBC	264,350	75,000
Trecatti Fund - Sports Equipment	-	1,000
HMRC Job Retention Scheme	55,787	2,317
	<u>335,337</u>	<u>78,317</u>

5 Other trading activities

	Total	Unrestricted funds
	2021 £	2020 £
Cafe Income	-	27,439

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

6 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	4	16

7 Raising funds

	Total	Unrestricted funds
	2021	2020
	£	£
<u>Trading costs</u>		
Cafe Purchases	-	17,507
	-	17,507

8 Charitable activities

	2021	2020
	£	£
Staff costs	107,782	116,331
Depreciation and impairment	30,612	5,490
Premises Costs	34,671	28,749
Motor Vehicles Costs	111,254	93,857
Activity Costs	8,937	9,681
	293,256	254,108
Share of governance costs (see note 9)	20,332	38,211
	313,588	292,319
Analysis by fund		
Unrestricted funds	8,601	206,893
Restricted funds	304,987	85,426
	313,588	292,319

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

9	Support costs	Support Governance costs		2021		Support Governance costs		2020		Basis of allocation
		£	£	£	£	£	£			
	Independent examination fees	-	1,650	1,650	-	1,600	1,600	Governance		
	Legal and professional	-	117	117	-	18,356	18,356	Governance		
	Donated Governance Costs	-	18,379	18,379	-	17,624	17,624	Governance		
	Bank Charges	-	186	186	-	631	631	Governance		
		-	20,332	20,332	-	38,211	38,211			
		-			-					
		-			-					
	Analysed between	-	20,332	20,332	-	38,211	38,211			
	Charitable activities	-			-					

Governance costs includes payments to the independent examiner of £1,650 (2020: £1,600) for independent examination fees.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

The average monthly number employees during the year was: 10.

	2021 Number	2020 Number
	10	10
Employment costs	2021 £	2020 £
Wages and salaries	105,657	113,786
Social security costs	98	2,146
Other pension costs	2,027	399
	107,782	116,331

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

Key Management Personnel

The remuneration of key management personnel during the year was £20,171 (2020: £20,203).

12 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 April 2020	118,046	131,610	249,656
Additions	62,459	93,569	156,028
At 31 March 2021	180,505	225,179	405,684
Depreciation and impairment			
At 1 April 2020	104,598	131,610	236,208
Depreciation charged in the year	7,220	23,392	30,612
At 31 March 2021	111,818	155,002	266,820
Carrying amount			
At 31 March 2021	68,687	70,177	138,864
At 31 March 2020	13,448	-	13,448

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

13 Stocks

	2021 £	2020 £
Raw materials and consumables	2,696	3,828

14 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	33,433	2,592
Prepayments and accrued income	1,915	1,425
	35,348	4,017

15 Creditors: amounts falling due within one year

	2021 £	2020 £
Trade creditors	6,164	1,862
Other creditors	354	11,317
Accruals and deferred income	3,180	3,431
	9,698	16,610

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

16 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2019 £	Movement in funds		Balance at 1 April 2020 £	Movement in funds		Transfers	Balance at 31 March 2021 £
		Incoming resources £	Resources expended £		Incoming resources £	Resources expended £	£	
Capital Asset Fund	12,754	-	(5,149)	7,605	-	-	125,757	133,362
Trecatti Fund - Computers	1,160	-	(1,160)	-	-	-	-	-
Merthyr Tydfil CBC	-	75,000	(75,000)	-	75,000	(75,000)	-	-
Communities First	-	-	-	-	10,000	(10,000)	-	-
Ffos Y Fran Fund	-	-	-	-	159,000	(159,000)	-	-
Merthyr Tydfil CBC - Sports Equipment	-	-	-	-	350	-	-	350
VAMT	800	-	(800)	-	5,200	(5,200)	-	-
Trecatti Fund - Youth Activities	-	1,000	(1,000)	-	-	-	-	-
HMRC Job Retention Scheme	-	2,317	(2,317)	-	55,787	(55,787)	-	-
	14,714	78,317	(85,426)	7,605	305,337	(304,987)	125,757	133,712

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

16 Restricted funds

(Continued)

Capital Asset Fund

This represents the net book value of the fixed assets bought through restricted funds and is used to depreciate those assets over their useful lives.

Trecatti Fund - Computers

The club was awarded this funding to enable them to purchase computers and laptops.

Merthyr Tydfil CBC

This grant was provided to provide reimbursement for staff salaries.

Communities First

This grant is to assist the charity with a shortfall in income.

Ffos y Fran Fund

This grant is to fund the alterations to the building in order to improve disability access.

Merthyr Tydfil CBC Sports Equipment

Methyr Tydfil County Borough Council agreed to assist towards the cost of sports equipment to be utilised after Covid-19 restrictions.

VAMT

The grant was awarded for the operations of the food bank.

Trecatti Fund - Youth Activities

The club was awarded this funding to enable them to run youth activities.

HMRC Job Retention Scheme

This funding was provided to support wages costs during the Covid-19 pandemic.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

17 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2019 £	Resources expended £	Balance at 1 April 2020 £	Transfers £	Balance at 31 March 2021 £
Capital Asset Fund	6,184	(341)	5,843	(341)	5,502
	<u>6,184</u>	<u>(341)</u>	<u>5,843</u>	<u>(341)</u>	<u>5,502</u>

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

18 Analysis of net assets between funds

	Unrestricted		Designated		Restricted		Total		Unrestricted		Designated		Restricted		Total	
	2021	£	2021	£	2021	£	2021	£	2020	£	2020	£	2020	£	2020	£
Fund balances at 31 March 2021 are represented by:																
Tangible assets	-		5,502		133,362		138,864		-		5,843		7,605		13,448	
Current assets/(liabilities)	69,725		-		350		70,075		14,113		-		-		14,113	
	69,725		5,502		133,712		208,939		14,113		5,843		7,605		27,561	

Restricted funds represent balances held to fund future projects where the resources have been received, and are held to fund specific activities or projects.

Where balances on restricted funds are designated as fixed assets, this is the amount within the fund set aside for the future depreciation of those assets.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

19 Related party transactions

During the period, the following transactions took place with related parties:

Two of the trustees of the charity is connected to Merthyr Tydfil Car Auction Limited.

During the year goods and services were supplied free of charge as a donation in kind to the club by Merthyr Tydfil Car Auction Limited totalling £133,801 (2020: £129,108). These transactions are deemed to have been at values consistent with those that the charity would have to pay in the open market and were for activities related items of £115,409 (2020: £93,128) and governance related items of £18,392 (2020: £35,980).

During the year goods were also supplied by Mrs P Weaver free of charge as a donation in kind to the club and were for activities related items of £nil (2020 £2,120).