

Charity registration number 1140505

Company registration number 07491038 (England and Wales)

THE PANT & DOWLAIS BOYS & GIRLS CLUB
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

THE PANT & DOWLAIS BOYS & GIRLS CLUB

CONTENTS

	Page
Trustees' report	1 - 8
Statement of trustees' responsibilities	9
Independent examiner's report	10
Statement of financial activities	11
Balance sheet	12
Notes to the financial statements	13 - 28

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

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 all ages of 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 and 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.



Daily entry fees cost £3 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 picki homework club, reading club and movie club.
Sports and Games	Football, dodgeball, boxfit, table-tennis, mixed martial arts, tag rugby and p competitions.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

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 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. Since then the trustees and staff have taken on these additional administrative responsibilities 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 policies 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.

The Youth Club is managed by D Hughes and supported by a team of six Level 2 Youth Workers

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 and Dowlais Boys and Girls Club.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Special Projects and Activities

Covid-19 'Foodub' 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 the 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.

This 'Foodhub' was opened in April 2020 and the club only ceased its' operations in July 2021 when the club re-opened its doors to the children.

Additionally, 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. These deliveries reduced over time and have now ceased.



Sport

Whilst suspended during the Covid-19 lockdown, the charity recommenced its activities and continue to run sporting activities for young people including indoor and outdoor sports.

Youth forum

As in the past, prior to Covid-19, we have run 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. Following the return to total normality, we have continued our involvement with the Forum.

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

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

Educational trips

In the past we have taken many young people on a variety of educational trips. Following the lifting of Covid-19 restrictions we recommenced these activities and our trips have been and intend to 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 Millenium Centre, Folly Farm.



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 the Covid-19 pandemic, these were suspended and have now recommenced in 2022 with Carol nights now being held in the club's premises.

Litter picks/Gardening



Litter Picks have recommenced this year with the aim of our young people making their community a cleaner and a better place to live. As in the past, bags of rubbish were collected from the streets of Dowlais. This exercise continues 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 takes part in local litter picks periodically, known as the 'Litter Bugs'.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

We will also have a 'litter bugs' group which take place periodically 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.

"Don't eat with your eyes"

Following the re-opening of the club, during all school holidays we provide free healthy meals and snacks to promote a healthier way of living. To do this we work with Merthyr Housing who run a scheme 'Fit & Fed' that assist us to cover the cost to promote healthy eating and physical activities.

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 various pathways and periodically 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.

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 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 £26,985 (2022: £62,970) 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 continued to secure funding from the Merthyr Tydfil Borough via the Legacy Trust Fund, and we have also obtained new sources of funding during 2023, which should enable us to continue until 2024 (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.

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 summer of 2021 and recommenced those activities that Covid-19 restrictions and its ongoing after-effects have made possible.

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. This is still the case since re-opening after the Covid-19 pandemic.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2023

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 have obtained additional grants since the March 2023 year end, which we can utilise in 2023/24.

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.

Following the club's re-opening we have continued expanding to hire out room and facility space during the days and nights to local businesses and groups but still want to create more use out of the building structure so that is 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 Charities 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.

The Articles of Association were modified in March 2022 to extend the objects 'To service all ages in the borough, including the elderly and those with a disability'.

Members and the board of trustees

The Pant & Dowlais Boys & Girls Club are a local charity and are non-profit making. It is currently run by a Board of 6 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.

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.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

Organisation Structure

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

Interests of the Trustees

No trustees have any children attending as Junior Members.

Key Management Personnel

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

THE PANT & DOWLAIS BOYS & GIRLS CLUB

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

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

Gerald Brian Beattie

Kenneth Davies

Clive Barsi

Louise Davies

Paula Layton - resigned 30 May 2022

Chairperson

Gerald Brian Beattie

President

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

Bank

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

Independent Examiners


Claire Thompson FCCA DChA , Azets Audit Services, Ty Derw, Lime Tree Court, Cardiff Gate Business Park, Cardiff, CF23 8AB

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


.....
Mr G Davies

Trustee

Dated: 20/12/23


.....

Mrs P Weaver

Trustee

THE PANT & DOWLAIS BOYS & GIRLS CLUB

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

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 2023.

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 The Association of Chartered Certified Accountants, 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.

Claire Thompson

Claire Thompson FCCA DChA

Azets Audit Services

Ty Derw

Lime Tree Court

Cardiff Gate Business Park

Cardiff

Wales

CF23 8AB

Dated: *22-12-2023*

THE PANT & DOWLAIS BOYS & GIRLS CLUB

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income and endowments from:							
Donations and legacies	3	119,695	-	119,695	124,062	-	124,062
Charitable activities	4	57,754	88,255	146,009	39,103	144,473	183,576
Other trading activities	5	20,532	-	20,532	13,601	-	13,601
Investments	6	7	-	7	1	-	1
Other income	7	675	-	675	320	-	320
Total income		198,663	88,255	286,918	177,087	144,473	321,560
Expenditure on:							
Raising funds	8	12,502	-	12,502	6,923	-	6,923
Charitable activities	9	222,907	123,851	346,758	176,000	144,840	320,840
Total expenditure		235,409	123,851	359,260	182,923	144,840	327,763
Net expenditure for the year/							
Net movement in funds		(36,746)	(35,596)	(72,342)	(5,836)	(367)	(6,203)
Fund balances at 1 April 2022		69,391	133,345	202,736	75,227	133,712	208,939
Fund balances at 31 March 2023		32,645	97,749	130,394	69,391	133,345	202,736

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 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	14		99,775		129,962
Current assets					
Stocks	15	3,757		3,608	
Debtors	16	3,913		32,700	
Cash at bank and in hand		39,589		60,565	
		47,259		96,873	
Creditors: amounts falling due within one year	17	(16,640)		(24,099)	
Net current assets			30,619		72,774
Total assets less current liabilities			130,394		202,736
Income funds					
Restricted funds	18		97,749		133,345
<u>Unrestricted funds</u>					
Designated funds	19	5,660		6,421	
General unrestricted funds		26,985		62,970	
			32,645		69,391
			130,394		202,736

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 2023.

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 28/12/23

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 2023

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, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 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. The principal accounting policies adopted are set out below.

1.2 Going concern

The charity reported an unrestricted outflow for the year of £36,746. 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 2023

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 the statement of financial activities.

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 2023

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.

1.13 Retirement benefits

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

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

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
	2023	2022
	£	£
Donations and gifts	940	600
Donated goods and services	118,499	123,206
Other	256	256

Donated goods and services

Donated goods and services of £118,499 (2022: £123,206) were provided by Merthyr Tydfil Car Auction Limited.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

4 Charitable activities

	2023 £	2022 £
Entry and membership fees	15,930	15,555
Trips	1,151	-
Grants	91,455	146,973
Room hire	37,473	21,048
	<u>146,009</u>	<u>183,576</u>
Analysis by fund		
Unrestricted funds	57,754	39,103
Restricted funds	88,255	144,473
	<u>146,009</u>	<u>183,576</u>
Performance related grants		
Merthyr Tydfil CBC	-	75,000
Trecatti Fund - Sports Equipment	75,000	-
HMRC Job Retention Scheme	-	22,248
MTCBC - Sets Grant	-	25,614
MTCBC - Summer Activities	8,000	-
Other	8,455	24,111
	<u>91,455</u>	<u>146,973</u>

5 Other trading activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Café Income	<u>20,532</u>	<u>13,601</u>

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

6 Investments

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Interest receivable	7	1

7 Other income

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Parties	675	320

8 Raising funds

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Trading costs		
Cafe Purchases	12,502	6,923
	12,502	6,923

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

9 Charitable activities

	2023 £	2022 £
Staff costs	157,543	127,874
Depreciation and impairment	30,187	33,411
Premises Costs	26,396	23,055
Motor Vehicles Costs	117,494	111,543
Activity Costs	10,366	11,085
	<u>341,986</u>	<u>306,968</u>
Share of governance costs (see note 10)	4,772	13,872
	<u>346,758</u>	<u>320,840</u>
Analysis by fund		
Unrestricted funds	222,907	176,000
Restricted funds	123,851	144,840
	<u>346,758</u>	<u>320,840</u>

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

10 Support costs	Support Governance costs		2023 Support costs		Governance costs		2022		Basis of allocation
	£	£	£	£	£	£	£	£	
Independent examination fees	-	1,936	1,936	-	1,766	1,766	1,766	Governance	
Legal and professional	-	13	13	-	468	468	468	Governance	
Donated Governance Costs	-	2,302	2,302	-	11,225	11,225	11,225	Governance	
Bank Charges	-	521	521	-	413	413	413	Governance	
	-	4,772	4,772	-	13,872	13,872	13,872		
Analysed between									
Charitable activities	-	4,772	4,772	-	13,872	13,872	13,872		

Governance costs includes payments to the independent examiner of £1,936 (2022: £1,766) for independent examination fee.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

11 Trustees

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

12 Employees

The average monthly number employees during the year was:

	2023 Number	2022 Number
	12	12
	<u>12</u>	<u>12</u>
Employment costs	2023 £	2022 £
Wages and salaries	151,651	125,034
Social security costs	3,220	1,734
Other pension costs	2,672	1,106
	<u>157,543</u>	<u>127,874</u>

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

Key Management Personnel

The remuneration of key management personnel during the year was £31,633 (2022 : £12,156).

There were no employees whose annual remuneration was more than £60,000.

13 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

14 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 April 2022	190,845	239,348	430,193
At 31 March 2023	190,845	239,348	430,193
Depreciation and impairment			
At 1 April 2022	118,295	181,936	300,231
Depreciation charged in the year	3,253	26,934	30,187
At 31 March 2023	121,548	208,870	330,418
Carrying amount			
At 31 March 2023	69,297	30,478	99,775
At 31 March 2022	72,550	57,412	129,962

15 Stocks

	2023 £	2022 £
Raw materials and consumables	3,757	3,608

16 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	2,060	30,946
Prepayments and accrued income	1,853	1,754
	3,913	32,700

17 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	6,164	18,220
Other creditors	5,722	1,883
Accruals and deferred income	4,754	3,996
	16,640	24,099

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18 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 2021 £	Movement in funds		Balance at 1 April 2022 £	Movement in funds		Balance at 31 March 2023 £
		Incoming resources £	Resources expended £		Incoming resources £	Resources expended £	
Capital Asset Fund	133,362	-	(9,821)	123,541	-	(29,426)	94,115
Merthyr Tydfil CBC	-	-	-	-	75,000	(75,000)	-
Ffos Y Fran Fund	-	75,000	(75,000)	-	-	-	-
Merthyr Tydfil CBC - Sports Equipment	350	1,169	(1,519)	-	-	-	-
HMRC Job Retention Scheme	-	22,248	(22,248)	-	-	-	-
MTCBC - Summerfest	-	5,000	(5,000)	-	8,000	(8,000)	-
MTCBC - Poverty Grant	-	5,000	-	5,000	2,130	(7,130)	-
MTCBC - SETS Grant	-	25,614	(22,830)	2,784	-	-	2,784
MTCBC - Playfest	-	4,800	(4,800)	-	-	-	-
VAMT - Teambonding	-	1,260	(1,260)	-	-	-	-
VAMT - Winter Pressures Fund	-	1,882	(862)	1,020	-	(1,020)	-
VAMT - Isolation Fund	-	2,500	(1,500)	1,000	-	(1,000)	-
Tesco/Groundwork 'Breakfast Club'	-	-	-	-	1,125	(275)	850
Asda Foundation - Jubilee	-	-	-	-	1,500	(1,500)	-
BGC - Worldcup	-	-	-	-	500	(500)	-
	133,712	144,473	(144,840)	133,345	88,255	(123,851)	97,749

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18 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.

Merthyr Tydfil CBC

This grant was provided to provide reimbursement for staff salaries.

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

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

HMRC Job Retention Scheme

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

Merthyr Tydfil CBC Summerfest

This grant is to assist the club during Summer to keep the children in the community occupied.

Merthyr Tydfil CBC Poverty

This grant is to assist the club in continuing to supply food to the needy within the local area.

Merthyr Tydfil CBC SETS

The Social Enterprise Tourism and Sports grant fund to extend facilities currently available in respect of accommodating various large scale functions.

Merthyr Tydfil CBC Playfest

This grant is to assist the club during February half term to keep the children in the community occupied.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18 Restricted funds

(Continued)

VAMT Teambonding

This grant was given be VAMT to enable staff to rebound after Covid outbreak.

VAMT Winter Pressures Fund

This grant was awarded to the club out of the Welsh Government Winter Pressure funds to assist the club in the setting up of 'Only the Lonely' whereby those in need of company could come to the club for free coffee and socialising including meals.

VAMT Isolation Fund

This grant was awarded to the club to put on activities on a Wednesday morning for two hours during the onths of January - May 2022 to enable people to meet up and interact.

Other Funds

Other Restricted funds are fund given specifically by the donor to fund certain projects. Any unspent balances will be carried forward into the next financial year to continue to fund these projects.

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

19 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 2021 £	Transfers £	Balance at 1 April 2022 £	Resources expended 31 March 2023 £	Balance at 31 March 2023 £
Capital Asset Fund	5,843	578	6,421	(761)	5,660
	<u>5,843</u>	<u>578</u>	<u>6,421</u>	<u>(761)</u>	<u>5,660</u>

THE PANT & DOWLAIS BOYS & GIRLS CLUB

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

20	Analysis of net assets between funds	Unrestricted		Designated		Restricted		Total		Unrestricted		Designated		Restricted		Total	
		2023	£	2023	£	2023	£	2023	£	2022	£	2022	£	2022	£	2022	£
	Fund balances at 31 March 2023 are represented by:																
	Tangible assets	-		5,660		94,115		99,775		-		6,421		123,541		129,962	
	Current assets/(liabilities)	26,985		-		3,634		30,619		62,970		-		9,804		72,774	
		26,985		5,660		97,749		130,394		62,970		6,421		133,345		202,736	

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 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 2023

21 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	10,000	10,000
Between two and five years	40,000	40,000
In over five years	314,082	324,082
	<u>364,082</u>	<u>374,082</u>
Rent concessions in the period	10,000	10,000

22 Related party transactions

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

Two of the trustees of the charity are 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 totaling £118,499 (2022 £123,206). 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 £115,404 (2022 £111,968) and Administrative and Governance related items of £3,095 (2022 £11,238).