

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 August 2020
for
North East Derbyshire Music Centre Ltd

Hadfields Chartered Accountants
Commerce House
658B Chatsworth Road
Chesterfield
Derbyshire
S40 3JZ

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for the Year Ended 31 August 2020

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Report of the Trustees
for the Year Ended 31 August 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objective of the North East Derbyshire Music Centre Ltd is to promote the development of musical education for young people across North East Derbyshire and surrounding areas.

ACHIEVEMENT AND PERFORMANCE

Review of Progress and Achievements

For the period September 2019 to March 2020 the Centre has continued to meet its objectives during the year by providing a safe and secure environment for young people in North East Derbyshire to develop their musical opportunities.

From March all activities in Centre ceased due to the COVID-19 Pandemic and following Government Guidelines we were unable to operate or resume any kind of activities for the remainder of the academic year.

We continued to keep in touch with all students by email and membership for the year has averaged 220.

North East Derbyshire Music Centre is well established at Outwood Academy Newbold, Chesterfield and is continuing to develop new musical groups and activities across Friday evenings and Saturday mornings. Regular concerts are performed by all groups at Outwood Academy School and other venues across North East Derbyshire.

Undoubtedly this has been the most challenging year in the history of NEDMC, our year started with Mrs Morris stepping down from her role after over 15 years serving the Centre both as Trustee and Director, and we were pleased to welcome Mr Gee to the Board.

Notable activities during our operating period were a series of Christmas concerts at Outwood Academy along with supporting the community at the Christmas Tree Festival inside the Chesterfield Crooked Spire. We ran our yearly excursion in January to the Royal Concert Hall taking over 40 students to a family concert performance by Nottingham Philharmonic Orchestra. In March both Junior and Senior Choirs travelled to Derby to take part in a joint concert with other choirs from all over Derbyshire alongside the Derbyshire City & County Youth Wind Band. The same weekend saw our Festival Band take part in a fundraising event at the Pomegranate Theatre in Chesterfield. During lockdown, several students took part in a Big Band virtual project organised by the Derby & Derbyshire Music Partnership.

Once more we maintained our hardship fund to assist families in meeting Centre subscriptions in cases of financial difficulties and the HMRC Gift Aid Scheme continues to provide valuable additional income to Centre.

The experienced Board of Directors continues to review finances, policies and procedures to maintain an efficient and safe Music Centre.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07715544 (England and Wales)

Registered Charity number

1145059

Report of the Trustees
for the Year Ended 31 August 2020

Registered office

Commerce House
658b Chatsworth Road
Chesterfield
Derbyshire
S40 3JZ

Trustees

S A Taylor
J Briggs
D J Rynott
Mrs V A Holmes
C J Wilmarsh
Mrs A K South
P Gee (appointed 1.9.2019)

Independent Examiner

Hadfields Chartered Accountants
Commerce House
658B Chatsworth Road
Chesterfield
Derbyshire
S40 3JZ

Approved by order of the board of trustees on 6 May 2021 and signed on its behalf by:

D J Rynott - Trustee

Independent Examiner's Report to the Trustees of
North East Derbyshire Music Centre Ltd

Independent examiner's report to the trustees of North East Derbyshire Music Centre Ltd ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2020.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

Hadfields Chartered Accountants
ICAEW
Hadfields Chartered Accountants
Commerce House
658B Chatsworth Road
Chesterfield
Derbyshire
S40 3JZ

Date:

Statement of Financial Activities
for the Year Ended 31 August 2020

		2020	2019
		Unrestricted	Total
		fund	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies		40,070	47,107
Other trading activities	2	5,866	12,104
Investment income	3	90	112
Other income		624	19
Total		46,650	59,342
 EXPENDITURE ON			
Raising funds	4	29,699	37,431
Charitable activities			
General Expenses		27,015	27,314
Total		56,714	64,745
 NET INCOME/(EXPENDITURE)		(10,064)	(5,403)
 RECONCILIATION OF FUNDS			
Total funds brought forward		75,306	80,709
 TOTAL FUNDS CARRIED FORWARD		65,242	75,306

Balance Sheet
31 August 2020

	Notes	2020 Unrestricted fund £	2019 Total funds £
FIXED ASSETS			
Tangible assets	9	15,854	17,616
CURRENT ASSETS			
Stocks	10	89	380
Debtors	11	292	292
Cash at bank and in hand	12	66,815	75,883
		67,196	76,555
CREDITORS			
Amounts falling due within one year	13	(17,808)	(18,865)
NET CURRENT ASSETS		49,388	57,690
TOTAL ASSETS LESS CURRENT LIABILITIES		65,242	75,306
NET ASSETS		65,242	75,306
FUNDS	14		
Unrestricted funds		65,242	75,306
TOTAL FUNDS		65,242	75,306

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

Balance Sheet - continued

31 August 2020

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

The financial statements were approved by the Board of Trustees and authorised for issue on 6 May 2021 and were signed on its behalf by:

D J Rynott - Trustee

Notes to the Financial Statements
for the Year Ended 31 August 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Instruments	- 10% on reducing balance
Computer equipment	- 20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

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

Fund accounting

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

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

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

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

2. OTHER TRADING ACTIVITIES

	2020	2019
	£	£
Concerts	2,865	6,457
Tuck shop refreshments	2,493	4,605
Raffle	399	940
Ties	109	102
	<u>5,866</u>	<u>12,104</u>

3. INVESTMENT INCOME

	2020	2019
	£	£
Deposit account interest	90	112
	<u>90</u>	<u>112</u>

4. RAISING FUNDS

Investment management costs

	2020	2019
	£	£
Administrative expenses	31	-
	<u>31</u>	<u>-</u>

5. NET INCOME/(EXPENDITURE)

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

	2020	2019
	£	£
Depreciation - owned assets	1,762	1,957
	<u>1,762</u>	<u>1,957</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2020 nor for the year ended 31 August 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2020 nor for the year ended 31 August 2019.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

7. STAFF COSTS

	£
Administrators salaries	13,412
Conductors staff costs	23,768
	<hr/>
	37,180

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

Office Administration	2
Conductors, etc.	19
	<hr/>
	21
	<hr/>

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

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	47,107
Other trading activities	12,104
Investment income	112
Other income	19
	<hr/>
Total	59,342
 EXPENDITURE ON	
Raising funds	37,431
 Charitable activities	
General Expenses	27,314
	<hr/>
Total	64,745
	<hr/>
NET INCOME/(EXPENDITURE)	(5,403)
 RECONCILIATION OF FUNDS	
Total funds brought forward	80,709
	<hr/>
TOTAL FUNDS CARRIED FORWARD	75,306
	<hr/>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

9. TANGIBLE FIXED ASSETS

	Instruments £	Computer equipment £	Totals £
COST			
At 1 September 2019 and 31 August 2020	<u>52,557</u>	<u>1,646</u>	<u>54,203</u>
DEPRECIATION			
At 1 September 2019	34,941	1,646	36,587
Instruments charge for year	<u>1,762</u>	<u>-</u>	<u>1,762</u>
At 31 August 2020	<u>36,703</u>	<u>1,646</u>	<u>38,349</u>
NET BOOK VALUE			
At 31 August 2020	<u>15,854</u>	<u>-</u>	<u>15,854</u>
At 31 August 2019	<u>17,616</u>	<u>-</u>	<u>17,616</u>

10. STOCKS

	2020 £	2019 £
Stocks	<u>89</u>	<u>380</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Prepayments	<u>292</u>	<u>292</u>

12. CASH AT BANK AND IN HAND

	2020 Total funds £	2019 Total funds £
Cash in hand	32	392
Bank account no. 1 - Ltd	8,040	14,934
Bank account no. 2 - Ltd	1,528	432
Bank deposit account - Ltd	<u>57,215</u>	<u>60,125</u>
Total	<u>66,815</u>	<u>75,883</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Social security and other taxes	116	225
Accruals and deferred income	-	980
Accrued expenses	692	660
Deferred government grants	17,000	17,000
	<u>17,808</u>	<u>18,865</u>

14. MOVEMENT IN FUNDS

	At 1/9/19	Net movement in funds	At 31/8/20
	£	£	£
Unrestricted funds			
General fund	75,306	(10,064)	65,242
	<u>75,306</u>	<u>(10,064)</u>	<u>65,242</u>
TOTAL FUNDS	<u>75,306</u>	<u>(10,064)</u>	<u>65,242</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	46,650	(56,714)	(10,064)
	<u>46,650</u>	<u>(56,714)</u>	<u>(10,064)</u>
TOTAL FUNDS	<u>46,650</u>	<u>(56,714)</u>	<u>(10,064)</u>

Comparatives for movement in funds

	At 1/9/18	Net movement in funds	At 31/8/19
	£	£	£
Unrestricted funds			
General fund	80,709	(5,403)	75,306
	<u>80,709</u>	<u>(5,403)</u>	<u>75,306</u>
TOTAL FUNDS	<u>80,709</u>	<u>(5,403)</u>	<u>75,306</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

14. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	59,342	(64,745)	(5,403)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>59,342</u>	<u>(64,745)</u>	<u>(5,403)</u>

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

	At 1/9/18 £	Net movement in funds £	At 31/8/20 £
Unrestricted funds			
General fund	80,709	(15,467)	65,242
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>80,709</u>	<u>(15,467)</u>	<u>65,242</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	105,992	(121,459)	(15,467)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>105,992</u>	<u>(121,459)</u>	<u>(15,467)</u>

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2020.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

16. GRANTS AND REIMBURSEMENTS RECEIVED

During the year, North East Derbyshire Music Centre Ltd received grants, reimbursements and gift aid as follows:

	2019	2018
Derbyshire County Council Grant	17,000	17,000
Derbyshire County Council Head of Centre reimbursement	NIL	NIL
Derbyshire County Council Administrator reimbursement	NIL	NIL
Derbyshire County Council reimbursement for conductors' training courses	100	NIL
Derbyshire County Council reimbursement for expenses not categorised	670	850
HMRC Charities Gift Aid	5,099	5,087

Detailed Statement of Financial Activities
for the Year Ended 31 August 2020

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	160	140
Grants & reimbursements received	22,080	22,769
Membership subscriptions received	16,987	23,332
Exam fees	843	866
	<hr/>	<hr/>
	40,070	47,107
Other trading activities		
Concerts	2,865	6,457
Tuck shop refreshments	2,493	4,605
Raffle	399	940
Ties	109	102
	<hr/>	<hr/>
	5,866	12,104
Investment income		
Deposit account interest	90	112
Other income		
Reeds and strings	17	19
Other sales	607	-
	<hr/>	<hr/>
	624	19
Total incoming resources	<hr/>	<hr/>
	46,650	59,342
EXPENDITURE		
Raising donations and legacies		
Conducting staff costs	23,768	26,836
Music	339	670
Exam fees	843	886
Instrument repairs	195	269
Concerts	655	3,082
Stage hands	110	151
Other concert costs	334	450
Hardship grants given	123	409
Transport & travel	320	870
T-Shirts	186	699
Store room / management / venue hire	824	-
	<hr/>	<hr/>
	27,697	34,322
Other trading activities		
Opening stock	380	534
Carried forward	380	534

Detailed Statement of Financial Activities
for the Year Ended 31 August 2020

	2020 £	2019 £
Other trading activities		
Brought forward	380	534
Tuck shop supplies	1,680	2,874
Other purchases: Reeds, Ties	-	81
Closing stock	(89)	(380)
	<u>1,971</u>	<u>3,109</u>
Investment management costs		
Administrative expenses	31	-
Charitable activities		
Administration salary	13,412	13,506
Rent	6,822	6,654
Insurance	702	823
Utilities	889	867
Printing, stationery, postage, phone and internet	1,064	1,061
Sundries	320	417
Photocopier costs	529	751
Course fees	300	-
Depreciation of instruments	1,762	1,957
	<u>25,800</u>	<u>26,036</u>
Support costs		
Governance costs		
Accountancy and legal fees	1,215	1,278
	<u>56,714</u>	<u>64,745</u>
Total resources expended		
Net expenditure	<u>(10,064)</u>	<u>(5,403)</u>