

# Berrow Community Association Limited

(A company limited by guarantee)

Annual Report and Unaudited Financial Statements

for the Year Ended 30 September 2023



**WESTCOTTS**

CHARTERED ACCOUNTANTS  
& BUSINESS ADVISERS

**BERROW COMMUNITY ASSOCIATION LIMITED**

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# **BERROW COMMUNITY ASSOCIATION LIMITED**

## **COMPANY INFORMATION**

**Directors**            Mr K M Gough  
                              Mr O Davies FCA  
                              Mr M Wise  
                              Mr D Stickels  
                              Mr R Eaton

**Registered office**   Village Hall  
                              Parsonage Road  
                              Berrow  
                              Burnham on Sea  
                              Somerset  
                              TA8 2NW

**Accountants**        Westcotts (SW)  
                              Chartered Accountants  
                              80 Oxford Street  
                              Burnham-On-Sea  
                              Somerset  
                              TA8 1EF

# **BERROW COMMUNITY ASSOCIATION LIMITED**

## **DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2023**

The directors present their report and the financial statements for the year ended 30 September 2023.

### **Directors of the company**

The directors who held office during the year were as follows:

Mr K M Gough

Mr O Davies FCA

Mr M Wise (appointed 1 April 2023)

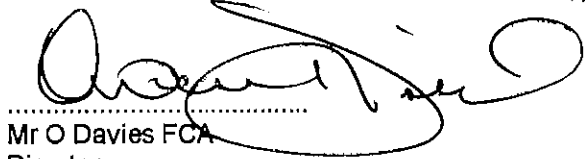
Mr D Stickle

Mr R Eaton

### **Small companies provision statement**

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the Board on 29/4/24 and signed on its behalf by:



Mr O Davies FCA  
Director

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION  
OF THE UNAUDITED STATUTORY ACCOUNTS OF  
BERROW COMMUNITY ASSOCIATION LIMITED  
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Berrow Community Association Limited for the year ended 30 September 2023 as set out on pages 4 to 9 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Berrow Community Association Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Berrow Community Association Limited and state those matters that we have agreed to state to the Board of Directors of Berrow Community Association Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Berrow Community Association Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Berrow Community Association Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Berrow Community Association Limited. You consider that Berrow Community Association Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Berrow Community Association Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



Westcotts (SW)  
Chartered Accountants  
80 Oxford Street  
Burnham-On-Sea  
Somerset  
TA8 1EF

Date: 29.4.24

# BERROW COMMUNITY ASSOCIATION LIMITED

## PROFIT AND LOSS ACCOUNT AND STATEMENT OF RETAINED EARNINGS FOR THE YEAR ENDED 30 SEPTEMBER 2023

|                                              | Note     | 2023<br>£             | 2022<br>£             |
|----------------------------------------------|----------|-----------------------|-----------------------|
| Turnover                                     |          | 38,530                | 35,334                |
| Administrative expenses                      |          | <u>(24,668)</u>       | <u>(21,411)</u>       |
| <b>Operating surplus</b>                     |          | <b><u>13,862</u></b>  | <b><u>13,923</u></b>  |
| Other interest receivable and similar Income |          | 28                    | 5                     |
| Interest payable and similar charges         |          | <u>(6,046)</u>        | <u>(6,303)</u>        |
|                                              |          | <u>(6,018)</u>        | <u>(6,298)</u>        |
| <b>Surplus before tax</b>                    | <b>4</b> | <b><u>7,844</u></b>   | <b><u>7,625</u></b>   |
| <b>Surplus for the financial year</b>        |          | <b><u>7,844</u></b>   | <b><u>7,625</u></b>   |
| Retained earnings brought forward            |          | <u>317,499</u>        | <u>309,874</u>        |
| <b>Retained earnings carried forward</b>     |          | <b><u>325,343</u></b> | <b><u>317,499</u></b> |

**BERROW COMMUNITY ASSOCIATION LIMITED****(REGISTRATION NUMBER: 8199454)****STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2023**

|                                                                | <b>Note</b> | <b>2023<br/>£</b>     | <b>2022<br/>£</b>     |
|----------------------------------------------------------------|-------------|-----------------------|-----------------------|
| <b>Fixed assets</b>                                            |             |                       |                       |
| Tangible assets                                                | 5           | 410,596               | 400,078               |
| <b>Current assets</b>                                          |             |                       |                       |
| Stocks                                                         | 6           | 794                   | 877                   |
| Debtors                                                        | 7           | 4,484                 | 3,563                 |
| Cash at bank and in hand                                       |             | <u>10,895</u>         | <u>14,638</u>         |
|                                                                |             | 16,173                | 19,078                |
| <b>Creditors: Amounts falling due within one year</b>          | 8           | <u>(16,540)</u>       | <u>(12,139)</u>       |
| <b>Net current (liabilities)/assets</b>                        |             | <u>(367)</u>          | <u>6,939</u>          |
| <b>Total assets less current liabilities</b>                   |             | <b>410,229</b>        | <b>407,017</b>        |
| <b>Creditors: Amounts falling due after more than one year</b> | 8           | <u>(84,886)</u>       | <u>(89,518)</u>       |
| <b>Net assets</b>                                              |             | <u><b>325,343</b></u> | <u><b>317,499</b></u> |
| <b>Reserves</b>                                                |             |                       |                       |
| Profit and loss account                                        |             | <u>325,343</u>        | <u>317,499</u>        |
| <b>Surplus</b>                                                 |             | <u><b>325,343</b></u> | <u><b>317,499</b></u> |

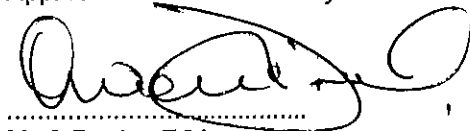
For the financial year ending 30 September 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved and authorised by the Board on 29/4/24 and signed on its behalf by:



Mr O Davies FCA  
Director

# **BERROW COMMUNITY ASSOCIATION LIMITED**

## **NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023**

### **1 General information**

The company is a company limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £Nil towards the assets of the company in the event of liquidation.

The address of its registered office is:

Village Hall  
Parsonage Road  
Berrow  
Burnham on Sea  
Somerset  
TA8 2NW

### **Principal activity**

The principal activity of the company is other amusement and recreation activities not elsewhere classified.

### **2 Accounting policies**

#### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

#### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are prepared in sterling which is the functional currency of the entity.

#### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

#### **Tangible assets**

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

#### **Asset class**

Furniture and equipment

Freehold property

Solar panels

#### **Depreciation method and rate**

- 20% straight line

- 0% straight line

- 10% straight line

#### **Impairment**

## **BERROW COMMUNITY ASSOCIATION LIMITED**

### **NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023 (CONTINUED)**

#### **2 Accounting policies (continued)**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

##### **Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value. In the statement of financial position, bank overdrafts are shown within borrowing or current liabilities.

##### **Stocks**

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Costs include all costs of purchase, costs of conversion and other costs incurred in bringing the stocks to their present location and condition.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

##### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the statement of comprehensive income over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

##### **Financial instruments**

###### **Recognition and measurement**

A financial asset or a financial liability is recognised only when the company becomes party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the transaction price, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

#### **3 Staff numbers**

The average number of persons employed by the company (including directors) during the year, was 4 (2022 - 4).

#### **4 Profit before tax**

Arrived at after charging/(crediting)

|                      | 2023<br>£ | 2022<br>£ |
|----------------------|-----------|-----------|
| Depreciation expense | 2,804     | 389       |

# BERROW COMMUNITY ASSOCIATION LIMITED

## NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023 (CONTINUED)

### 5 Tangible assets

|                          | Freehold<br>property<br>£ | Furniture &<br>equipment<br>£ | Solar<br>panels<br>£ | Total<br>£     |
|--------------------------|---------------------------|-------------------------------|----------------------|----------------|
| <b>Cost or valuation</b> |                           |                               |                      |                |
| At 1 October 2022        | 399,518                   | 13,603                        | -                    | 413,121        |
| Additions                | -                         | 117                           | 13,205               | 13,322         |
| At 30 September 2023     | <u>399,518</u>            | <u>13,720</u>                 | <u>13,205</u>        | <u>426,443</u> |
| <b>Depreciation</b>      |                           |                               |                      |                |
| At 1 October 2022        | -                         | 13,043                        | -                    | 13,043         |
| Charge for the year      | -                         | 163                           | 2,641                | 2,804          |
| At 30 September 2023     | <u>-</u>                  | <u>13,206</u>                 | <u>2,641</u>         | <u>15,847</u>  |
| <b>Carrying amount</b>   |                           |                               |                      |                |
| At 30 September 2023     | <u>399,518</u>            | <u>514</u>                    | <u>10,564</u>        | <u>410,596</u> |
| At 30 September 2022     | <u>399,518</u>            | <u>560</u>                    | <u>-</u>             | <u>400,078</u> |

Included within the net book value of land and buildings above is £399,518 (2022 - £399,518) in respect of freehold land and buildings.

### 6 Stocks

|                   | 2023<br>£  | 2022<br>£  |
|-------------------|------------|------------|
| Other inventories | <u>794</u> | <u>877</u> |

# **BERROW COMMUNITY ASSOCIATION LIMITED**

## **NOTES TO THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023 (CONTINUED)**

### **7 Debtors**

|               | <b>2023</b>         | <b>2022</b>         |
|---------------|---------------------|---------------------|
|               | <b>£</b>            | <b>£</b>            |
| Trade debtors | 3,946               | 3,308               |
| Prepayments   | 538                 | 255                 |
|               | <u><b>4,484</b></u> | <u><b>3,563</b></u> |

### **8 Creditors**

#### **Creditors: amounts falling due within one year**

|                              | <b>2023</b>          | <b>2022</b>          |
|------------------------------|----------------------|----------------------|
|                              | <b>£</b>             | <b>£</b>             |
| <b>Note</b>                  |                      |                      |
| <b>Due within one year</b>   |                      |                      |
| Loans and borrowings         | 9 4,528              | 4,528                |
| Trade creditors              | 25                   | 179                  |
| Taxation and social security | 904                  | 816                  |
| Accruals and deferred income | 10,953               | 6,616                |
| Other creditors              | 130                  | -                    |
|                              | <u><b>16,540</b></u> | <u><b>12,139</b></u> |

#### **Creditors: amounts falling due after more than one year**

|                           | <b>2023</b>            | <b>2022</b>          |
|---------------------------|------------------------|----------------------|
|                           | <b>£</b>               | <b>£</b>             |
| <b>Note</b>               |                        |                      |
| <b>Due after one year</b> |                        |                      |
| Loans and borrowings      | 9 <u><b>84,886</b></u> | <u><b>89,518</b></u> |

### **9 Loans and borrowings**

#### **Non-current loans and borrowings**

|                 | <b>2023</b>          | <b>2022</b>          |
|-----------------|----------------------|----------------------|
|                 | <b>£</b>             | <b>£</b>             |
| Bank borrowings | <u><b>84,886</b></u> | <u><b>89,518</b></u> |

#### **Current loans and borrowings**

|                 | <b>2023</b>         | <b>2022</b>         |
|-----------------|---------------------|---------------------|
|                 | <b>£</b>            | <b>£</b>            |
| Bank borrowings | <u><b>4,528</b></u> | <u><b>4,528</b></u> |

# BERROW COMMUNITY ASSOCIATION LIMITED

## DETAILED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 SEPTEMBER 2023

|                                              | 2023<br>£            | 2022<br>£            |
|----------------------------------------------|----------------------|----------------------|
| <b>Turnover</b>                              | <u>34,249</u>        | <u>32,448</u>        |
| <b>Other income</b>                          |                      |                      |
| Lottery funding                              | 2,281                | 2,886                |
| Grants and subsidies                         | <u>2,000</u>         | <u>-</u>             |
|                                              | <u>4,281</u>         | <u>2,886</u>         |
| <b>Gross surplus</b>                         | <u><b>38,530</b></u> | <u><b>35,334</b></u> |
| <b>Administrative expenses</b>               |                      |                      |
| Wages and salaries                           | 12,292               | 10,449               |
| Rates and water                              | 330                  | 352                  |
| Light and heat                               | 2,711                | 2,814                |
| Insurance                                    | 1,155                | 1,145                |
| Repairs and maintenance                      | 837                  | 1,868                |
| Telephone                                    | 362                  | 289                  |
| Website costs                                | 728                  | 380                  |
| Licences                                     | 366                  | 186                  |
| Sundry expenses                              | 155                  | 482                  |
| Cleaning and materials                       | 1,772                | 1,670                |
| Accountancy fees                             | 973                  | 860                  |
| Legal and professional fees                  | 123                  | 527                  |
| Bank charges                                 | 60                   | -                    |
| Depreciation of tangible assets              | <u>2,804</u>         | <u>389</u>           |
|                                              | <u>24,668</u>        | <u>21,411</u>        |
| <b>Operating surplus</b>                     | <u><b>13,862</b></u> | <u><b>13,923</b></u> |
| Other interest receivable and similar income | (28)                 | (5)                  |
| Interest payable and similar expenses        | <u>6,046</u>         | <u>6,303</u>         |
|                                              | <u>6,018</u>         | <u>6,298</u>         |
| <b>Surplus before tax</b>                    | <u><b>7,844</b></u>  | <u><b>7,625</b></u>  |