CADS SOUTH YORKSHIRE LIMITED

England & Wales · Charity number 1151884

Details

Status	Registered
Legal form	Charitable company
Company number	08117742
Registered	2013-05-03
Register	View on the Charity Commission register

Contact

Address	Cuthbert House Arley Street Sheffield S2 4QP
Phone	01143489421
Email	info@cads-online.org
Website	http://www.cads-online.org/

Activities

Objects: TO PROMOTE THE ARTS FOR THE BENEFIT OF THE PUBLIC THROUGH THE PROVISION OF FREE OR SUBSIDISED ARTISTIC EVENTS SUCH AS EXHIBITIONS, WORKSHOPS OR FILM SCREENINGS; TO RELIEVE THE FINANCIAL HARDSHIP BY PROVIDING TECHNICAL ASSISTANCE, BUSINESS ADVICE OR CONSULTANCY AND AFFORDABLE STUDIO OR PROJECT SPACE TO THOSE WHO COULD NOT OTHERWISE AFFORD SUCH THROUGH LACK OF MEANS, IN PARTICULAR BUT NOT EXCLUSIVELY FOR PEOPLE WORKING IN THE ARTS INDUSTRY. TO PRESERVE, RESTORE, AND ADVANCE THE HISTORICAL, CULTURAL, AND CONSTRUCTIONAL HERITAGE THAT MAY EXIST IN THE BUILDINGS OCCUPIED BY THE CHARITY, AND TO GENERALLY IMPROVE THE URBAN LANDSCAPE WHERE THE TRUSTEES SEE FIT FOR THE BENEFIT OF THE GENERAL PUBLIC RESIDING IN OR VISITING SHEFFIELD OR ANY OTHER LOCATION WHERE THE CHARITY MAY BE ACTIVE

Activities: Provision of facilities for the promotion and enjoyment of the artsCreation of training or employment opportunities by the provision of affordable workspace and supportAssisting those in creative fields to set up their own businessesPreserving and advancing heritage of buildings where we operate

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Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Acts As An Umbrella Or Resource Body
- **What:** Arts/culture/heritage/science, Environment/conservation/heritage, Economic/community Development/employment, Recreation
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- Sheffield City

Finances

Period end	Income	Expenditure	Assets	Employees
2025-07-31	-	-	-	-
2024-07-31	£163,721	£190,486	-	-
2023-07-31	£176,617	£250,304	-	-
2022-07-31	£194,626	£289,202	-	-
2021-07-31	£350,926	£288,589	-	-
2020-07-31	£248,269	£213,588	-	-

Trustees

Name	Role	Appointed
STEPHEN JOHN RIMMER	Chair	2012-10-03
Kiran Antcliffe		2021-10-01
Simon Brown		2015-04-01

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CADS SOUTH YORKSHIRE LIMITED

England & Wales - Charity number 1151884

Accounts

CHARITY REGISTRATION NUMBER 1151884

COMPANY REGISTRATION NUMBER 08117742

CADS SOUTH YORKSHIRE LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2024

CADS SOUTH YORKSHIRE LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S Rimmer S Brown K Antcliffe
Charity number	1151884
Company number	08117742
Registered office	Cuthbert House Arley Street Sheffield South Yorkshire S2 4QP
Independent examiner	A Hulse BA FCA UHY Hacker Young 6 Broadfield Court Sheffield S8 0XF
Bankers	HSBC Carmel House 49-63 Fargate Sheffield S1 2HD

CADS SOUTH YORKSHIRE LIMITED

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CADS SOUTH YORKSHIRE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 JULY 2024

The trustees present their annual report and financial statements for the year ended 31 July 2024.

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 charitable company's Memorandum and Articles of Association, 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 objects of the charity are:

• The provision of recreational facilities (and in particular facilities for the promotion and enjoyment of the arts and artistic activity) for the public at large or those who by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities.

• The creation of training and employment opportunities by the provision of workspace, buildings and/or land for use on favourable terms

• The provision of assistance or business advice or consultancy in order to provide training and employment opportunities for artists or aspiring artists in all creative fields who are in financial or other charitable need through help: (i) in setting up their own business; or (ii) to existing businesses and in particular businesses involving the promotion or enjoyment of the arts or artistic activity.

• The restoration and re energising of heritage buildings occupied by the charity

Achievements and performance

Significant activities and achievements against objectives

Over many years, CADS has delivered a variety of programmes to support emerging artists and to support people to engage with Arts and Culture. We achieve this both in a formal sense (through funded projects and collaborations with other charities and social enterprises) and also in an informal sense - by consciously assisting, promoting and advising independent arts and culture protagonists as well as supporting local and independent supply chains, thereby creating jobs in the sector.

However, CADS is best understood as a key facilitator and enabler of Sheffield's independent Arts and Culture sector, a role it achieves through letting Affordable Studio and Project Spaces to Artists and Creatives

The trustees of CADS South Yorkshire Ltd are confident that the activities of the organisation meet the public benefit guidance of the Charity Commission.

Studios

The charity's property portfolio has faced a number of challenges over the past year. The ongoing cost of living crisis has placed significant financial strain on many of our studio holders, with several no longer able to afford the upkeep of their spaces and choosing to vacate. This has resulted in a higher level of vacancies across our portfolio than in the previous year.

A notable development was the departure of Theatre Deli, our largest tenant at Arley Street. Occupying the Denby Suite — historically the most substantial and difficult space to let within the building — they first raised concerns with us in December. In an effort to support them through this difficult period, studio hire was waived for several months. Unfortunately, despite these efforts, they were unable to resolve their financial difficulties and formally vacated the space in June. This has had a significant impact on our rental income. We then entered negotiations with a prospective new operator for the space which ultimately proved unsuccessful.

In addition, an internal audit of studio revenues and rising utility costs led to a necessary increase in rents across a number of our studio spaces in May. While this was essential to safeguard the long term financial sustainability of our property portfolio, it did result in further departures, as some tenants were unable to absorb the increased costs.

In response to these challenges, we have prioritised targeted marketing to promote our available studios and have seen some success in attracting new interest. This work remains ongoing and will continue to be a focus into the next financial period. At the time of writing this strategy has been successful with the trend reversing and occupancy levels gradually increasing.

At Eagle Works, our longstanding studio hub in Attercliffe, we have also encountered some difficulties. While some turnover is usual, certain vacancies have proved challenging to fill. A contributing factor has been new mechanic businesses opening on the street, significantly reducing the availability of parking in the immediate area as the street is now filled with cars being repaired. This has made the site less appealing, particularly for tenants who regularly receive clients and visitors. As such some studios that would normally be in demand have remained empty for longer than anticipated. Efforts to get the authorities to intervene with the garages causing the problem have not yielded any results.

Studio spaces at the Abbeydale Picture House have remained unusable throughout the period.

Meanwhile, occupancy at our Exchange Street site continues to hold at full capacity. One unit changed hands during the year, but was re-let immediately with no period of vacancy between occupants.

Restoration

Despite our ongoing commitment to the restoration of the Abbeydale Picture House, the year continued to be marked by significant challenges and frustrations. The legal situation with the landlord remained unresolved, with no progress made in addressing the urgent roof repairs required to secure the building. The landlord has consistently refused to accept responsibility for the roof, leaving us unable to carry out any meaningful restoration work or improvements while water ingress persists. We were unable to host events in the main auditorium and continued to be unable to generate revenue from the 5 studio spaces in the building. Regardless of this the landlord refused to give any reduction in rent.

After a prolonged process, we secured cover from our business insurance provider for legal expenses to pursue further action against the landlord. As a result, new legal proceedings were initiated, though these remained ongoing at the end of the financial period. In February, we reached the point where it was no longer sustainable for us to continue paying rent on the building, given the unresolved safety and legal issues. The building was causing significant losses each month as its ability to generate revenue was severely compromised with no allowances granted by the landlord. This situation was completely unsustainable and we had to stop paying in and hope the legal pressure would work in our favour. The landlord subsequently forfeited the lease for a second time in April.

In March, we received a significant boost with the award of a £300,000 grant from the Community Ownership Fund, intended to support our purchase of the building. However, the opportunity still presented considerable challenges, with the need to secure match funding via a loan proving difficult due to lenders' understandable reluctance to lend against a building subject to ongoing legal disputes.

In the months following the financial period the lawyers employed by our insurance company failed to make significant progress with our legal case and made several significant errors in their proceedings. The landlord eventually sold the building to a 3rd party. At the time of writing our involvement in the building has completely ceased and the grant offer has consequently been revoked.

Events

Despite facing ongoing challenges, our events programme continued on a reduced scale over the past year, largely restricted to the usable spaces within the Abbeydale Picture House while the main auditorium remained closed. Events were delivered in the Fly Tower and the side bar area until our lease on the building was forfeited in April.

The Fly Tower continued to provide a valuable though limited venue for live music performances and film screenings. While the small capacity placed natural limits on the scale of events possible, there were some well-received highlights, particularly within the folk and experimental music scenes, alongside cult cinema screenings.

More regular activity took place in the side bar under the auditorium balcony, with its higher capacity of 100 making events more financially viable. In addition to indoor events, use of the building's car park during the warmer months allowed for occasional outdoor events, further diversifying the programme.

However, our partnership with the operator managing the side bar proved difficult. Despite a previously agreed hire arrangement, the operator consistently failed to meet payment obligations, meaning these activities did not generate revenue for the charity, with all bar income retained by the operator.

Following the forfeiture of our lease on the building in April, we were unable to continue delivering a programme of events at the Abbeydale Picture House for the remainder of the financial period.

At the time of writing we have completely ceased events at The Abbeydale Picture House due to the aforementioned sale to a 3rd party. We have instead transferred all of the equipment into the vacant Denby Suite and intend to begin hosting events in the space.

Financial review

During the year, the charity received £195,637 (2023: £176,617) of income. This is less than expected and significantly less than the years prior to 2023. This is mainly due to the restrictions on the use of the Abbeydale Picture House for the reasons set out earlier in this report and the impact of cost of living expenses on studio occupancy. CADS expended £213,117 (2023: £250,303) showing a deficit of £17,480 (2022: deficit £73,687). At 31 July 2024, the charity had restricted reserves of £16,073 (2023: £6,788) and unrestricted reserves in a deficit of £32,915 (2022: deficit of £6,150). The total reserves at 31 July 2024 were in a deficit of £16,842 (2023: surplus of £638).

Trading at Arley street was handled in a separate trading arm – Arley Street Space Ltd which ended the period with reserves of £13,117.

The poor performance of these figures reinforces the decision to suspend rent payments to The Abbeydale Picture House which has ultimately led to our complete withdrawal from the building. The site was resulting in approximately £4,000 in losses per month, which was completely unsustainable and accounts for the majority of losses incurred in this financial period. We have since reversed the trend by focusing on improving revenue from the studio side of the charity and continue to take a prudent approach to recuperate reserves and losses.

It is the policy of CADS South Yorkshire Limited to aim to hold in reserves the equivalent of three months general running costs to include salary costs. This policy will be reviewed every twelve months. CADS charitable activities are primarily self-funded with most of the businesses revenue earned through studio rental and space hire. This gives CADS a great freedom to operate outside the bounds of grant funding and leaves it self- sufficient. Our SpaceCADet program is entirely self-funded, as well as, our space hire subsidies for our event space. For our efforts at The Abbeydale Picture House, CADS did not receive any grant funding as in previous years. This was due to the issues of the water ingress making further renovation works unfeasible. We did receive grant funding for a high street regeneration project and for feasibility work for another building (which we decided not to take on in light of the outcomes of a survey funded by the grant) All grants and grant spending are monitored and reviewed monthly by the Finance Manager. Restricted grant spending is closely monitored and the required reports submitted to the funders. The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Reserves policy

It is the policy of CADS South Yorkshire Limited to aim to hold in reserves the equivalent of three months general running costs to include salary costs. This policy will be reviewed every twelve months.

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Major risks
The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Risk Management
The trustees have a risk management strategy which comprises:
• An annual review of the risks that the charity may face;
• The establishment of systems and procedures to mitigate those risks identified in the plan; and
• The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

Plans for future periods
CADS Future Plans

Our immediate priority is to stabilise and strengthen our existing portfolio. Studio occupancy has begun to improve, but a small number of units remain vacant. We'll be maintaining our focus on targeted marketing and outreach to fill these remaining spaces and ensure a more consistent, sustainable income stream across our sites.

At Arley Street, the long-vacant Denby Suite has proven difficult to let as a whole. After three promising negotiations fell through, we have chosen to shift strategy. We intend to sublet some of the rehearsal rooms as studios and gearing up to hosting events in the event space. We hope in time we can build up a similar programme of events to what we achieved at The Abbeydale Picture House before the forced closure of the auditorium. There is also scope to increase the capacity of the space by increasing the width of the fire escapes. This will be a longer term goal once we have managed to build an events programme in the space as it currently is. Nonetheless, the current capacity is 200 which is an improvement on both of the usable spaces we had at The Abbeydale Picture House at the start of the financial period.

A major step forward for the organisation is our appointment as the preferred operator for Event Central, a significant new venue in the city centre supported by the Government's Future High Streets Fund. Scheduled to open in summer 2026, this fully refurbished building will provide a much-needed home for music, events, and creative enterprise. Importantly, the venue will be operationally ready on handover, avoiding the structural issues and limitations we faced at the Abbeydale Picture House.

Looking further ahead, any ambitions for further site acquisitions remain on pause while we focus on reducing financial risk and rebuilding resilience. Discussions with Sheffield City Council and other partners continue to suggest future opportunities, and we remain open to exploring these when the time is right.

Structure, governance and management
The charitable company is a company limited by guarantee under the provision of the Companies Act 2006. The charitable company is governed by its Memorandum and Articles of Association incorporated on 25 June 2012, as amended by a special resolution registered at Companies House on 27 March 2013, as amended by special resolutions dated 22 January 2018.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:
S Rimmer
S Brown
D Butlin (Resigned 31 October 2023)
K Antcliffe

Recruitment and appointment of trustees
None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Organisational structure
The charity is overseen by a board of 3 trustees, who work with the management team on both strategic and operational matters. Trustees convene quarterly via Zoom or in-person meetings, with regular communication via phone and email between meetings. Trustee Stephen Rimmer maintains close collaboration with the CADS management team.

Looking ahead, we are actively seeking to recruit additional trustees with diverse experience to further strengthen our governance structure and ensure effective decision-making processes.

Induction and training of trustees
Trustee Induction and Training
New board members undergo an orientation to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles, the board and decision making processes, the business plan and recent financial performance of the charity. During the induction process they meet other trustees.

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

S Rimmer
Trustee

29 April 2025

6 Broadfield Court
Broadfield Way
Sheffield
S8 0XF

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CADS SOUTH YORKSHIRE LIMITED

I report to the trustees on my examination of the financial statements of CADS South Yorkshire Limited (the charitable company) for the year ended 31 July 2024.

Responsibilities and basis of report

As the trustees of the charitable company (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 charitable 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 the charitable company'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

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 charitable company 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.

A Hulse BA FCA
UHY Hacker Young

Chartered Accountants

Dated: 29 April 2025

CADS SOUTH YORKSHIRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2024

	Notes	Unrestricted funds	Restricted funds	Total 2024	Unrestricted funds	Restricted funds	Total 2023
		£	£	£	£	£	£
Income from:							
Donations and legacies	**3**	24,348	31,916	56,264	3,444	-	3,444
Charitable activities	**4**	133,166	-	133,166	155,610	-	155,610
Other trading activities	**5**	6,000	-	6,000	17,000	-	17,000
Investments	**6**	207	-	207	563	-	563
Total income		163,721	31,916	195,637	176,617	-	176,617
Expenditure on:							
Charitable activities	**7**	190,486	22,631	213,117	250,304	-	250,304
Net (expenditure)/income for the year/ Net movement in funds		(26,765)	9,285	(17,480)	(73,687)	-	(73,687)
Fund balances at 1 August 2023		(6,150)	6,788	638	67,537	6,788	74,325
Fund balances at 31 July 2024		(32,915)	16,073	(16,842)	(6,150)	6,788	638

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

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.

CADS SOUTH YORKSHIRE LIMITED

BALANCE SHEET

AS AT 31 JULY 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	**13**		49,549		56,107
Investments	**14**		1		1
			49,550		56,108
Current assets					
Debtors	**15**	24,894		36,810	
Cash at bank and in hand		8,714		37,846	
		33,608		74,656	
Creditors: amounts falling due within one year	**17**	(41,962)		(54,627)	
Net current (liabilities)/assets			(8,354)		20,029
Total assets less current liabilities			41,196		76,137
Creditors: amounts falling due after more than one year	**18**		(58,038)		(75,499)
Net (liabilities)/assets			(16,842)		638
The funds of the charitable company					
Restricted income funds	**20**		16,073		6,788
Unrestricted funds	**21**		(32,915)		(6,150)
			(16,842)		638

BALANCE SHEET (CONTINUED)

AS AT 31 JULY 2024

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 July 2024.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

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 29 April 2025

S Rimmer
Trustee

Company registration number 08117742 (England and Wales)

1 Accounting policies

Charity information

CADS South Yorkshire Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Cuthbert House, Arley Street, Sheffield, South Yorkshire, S2 4QP.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, 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 charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company 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 charitable company. 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

During the year the charitable company suffered a loss of £17,480 (2023: £73,687) with problems at Abbeydale Picture House resulting in additional costs whilst also reducing income. This is not sustainable with reserves now fully extinguished with a deficit in unrestricted funds.

The losses in the year were much lower than the previous year and the trustees are continuing to manage cashflow on a detailed basis. At the date of the report, income exceeded monthly costs and with the opportunity to further improve the situation with from the renewed efforts to let empty units (the loss of the Abbeydale Picture House allowing management to fully focus on this area). CADS also benefits from income from their subsidiary, Arley Street Space Limited (with reserves at the year end of £13,117).

On this basis the trustees believe they can continue to meet their debts as they fall due. 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 or grantors 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 charitable company 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.

1 Accounting policies **(Continued)**

Cash donations are recognised on receipt. Other donations are recognised once the charitable company 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.

1.5 Expenditure

Resources expenses are recognised in the year in which they are incurred, inclusive of irrecoverable VAT.

Charitable expenditure comprises costs incurred by the charity in the delivery of its activities and includes costs that can be allocated directly to such activities and costs of an indirect nature to support them.

Governance costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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:

Leasehold improvements	Over the remaining period of the lease
Fixtures and fittings	Straight line over 4 years

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.

Fixed assets costing less than £500 are not capitalised.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charitable company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

At each reporting end date, the charitable company 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 Accounting policies **(Continued)**

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.

1.10 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company 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.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

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 charitable company 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.

1 Accounting policies **(Continued)**

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 charitable company's contractual obligations expire or are discharged or cancelled.

1.11 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 charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

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

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charitable company'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. There are no judgements or estimates which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds
	2024	2024	2024	2023
	£	£	£	£
Donations and gifts	24,348	-	24,348	1,194
Grants receivable for core activities	-	31,916	31,916	2,250
	24,348	31,916	56,264	3,444
Grants receivable for core activities				
Other	-	31,916	31,916	2,250
	-	31,916	31,916	2,250

4 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income within charitable activities	133,166	155,610

5 Other trading activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Trading activity income: other	6,000	17,000

6 Investments

	2024 £	2023 £
Interest receivable	207	563

7 Charitable activities

	2024 £	2023 £
Staff costs	55,926	78,242
Depreciation and impairment	6,558	6,558
Community activities	27,692	22,697
Rent	55,540	67,713
Utilities	30,281	10,182
Office expenses	3,502	11,438
IT costs	927	1,424
Membership fees	(68)	458
Subscriptions	866	757
Insurance	15,698	28,965
Bank charges and interest	4,412	5,405
Advertising and public relations	192	1,790
Repairs and maintenance	495	6,044
Legal and professional fees	34	4,175
General expenses	23	528
Bad debts	6,959	1,000
	209,037	247,376
Share of governance costs (see note 8)	4,080	2,928
	213,117	250,304
Analysis by fund		
Unrestricted funds	190,486	250,304
Restricted funds	22,631	-
	213,117	250,304

8 Support costs

	Support costs	Governance costs	2024	Support costs	Governance costs	2023
	£	£	£	£	£	£
Independent examination fees	-	4,080	4,080	-	2,928	2,928
	-	4,080	4,080	-	2,928	2,928
Analysed between						
Charitable activities	-	4,080	4,080	-	2,928	2,928

Governance costs includes payments to the independent examiner of £900 (2022: £900) for independent examination fees and £1,568 (2022: £1,524) for other services.

9 Net movement in funds

	2024	2023
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the independent examination of the charity's financial statements	4,080	2,928
Depreciation of owned tangible fixed assets	6,558	6,558

10 Trustees

C Rimmer (trustees' sister) received remuneration of £5,917 (2023: £24,207) and had pension contributions made of £178 (2023: £726) under her contract of employment with the charitable company.

D Butlin (resigned as Trustee 31st October 2023) received remuneration of £17,633 (2023: £19,578) and had pension contributions made of £467 (2023: £587) under his contract of employment with the charitable company.

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

11 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Trustees	3	4
Employees	4	3
Total	7	7

Employment costs	2024 £	2023 £
Wages and salaries	59,387	74,734
Social security costs	(4,879)	1,663
Other pension costs	1,418	1,845
	55,926	78,242

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

Remuneration of key management personnel
The remuneration of key management personnel was as follows:

12 Taxation

In view of the charitable objects of the company and of its registered charitable status, no taxation should be payable.

13 Tangible fixed assets

	Leasehold improvements	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 August 2023	60,136	17,786	77,922
At 31 July 2024	60,136	17,786	77,922
Depreciation and impairment			
At 1 August 2023	10,051	11,764	21,815
Depreciation charged in the year	2,728	3,830	6,558
At 31 July 2024	12,779	15,594	28,373
Carrying amount			
At 31 July 2024	47,357	2,192	49,549
At 31 July 2023	50,085	6,022	56,107

14 Fixed asset investments

	Other investments £
Cost or valuation	
At 1 August 2023 & 31 July 2024	1
Carrying amount	
At 31 July 2024	1
At 31 July 2023	1

Other investments comprise:	Notes	2024 £	2023 £
Investments in subsidiaries	24	1	1

15 Debtors

Amounts falling due within one year:	2024 £	2023 £
Trade debtors	1,335	15,539
Amounts owed by subsidiary undertakings	22,551	20,374
Prepayments and accrued income	1,008	897
	24,894	36,810

16 Loans and overdrafts

	2024 £	2023 £
Bank loans	79,672	97,931
Payable within one year	21,634	22,432
Payable after one year	58,038	75,499

17 Creditors: amounts falling due within one year

	Notes	2024 £	2023 £
Bank loans	16	21,634	22,432
Other taxation and social security		-	6,177
Trade creditors		6,008	9,866
Other creditors		7,060	13,013
Accruals and deferred income		7,260	3,139
		41,962	54,627

18 Creditors: amounts falling due after more than one year

	Notes	2024 £	2023 £
Bank loans	16	58,038	75,499

19 Retirement benefit schemes

Defined contribution schemes	2024 £	2023 £
Charge to profit or loss in respect of defined contribution schemes	1,418	1,845

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

20 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	Movement in funds			Movement in funds		
	Balance at 1 August 2022	Incoming resources	Balance at 1 August 2023	Incoming resources	Resources expended	Balance at 31 July 2024
	£	£	£	£	£	£
Abbeydale Picture House Capital Works	6,788	-	6,788	11,000	(14,147)	3,641
Cross Keys, Rotherham	-	-	-	3,780	-	3,780
Abbeydale Road Shops	-	-	-	17,136	(8,484)	8,652
	6,788	-	6,788	31,916	(22,631)	16,073

Our restricted funds are made up of funds to complete capital works in order to progress our Phase 2 strategy for the restoration of the Abbeydale Picturehouse.

21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 August 2023	Incoming resources	Resources expended	At 31 July 2024
	£	£	£	£
General funds	(6,150)	163,721	(190,486)	(32,915)

Previous year:	At 1 August 2022	Incoming resources	Resources expended	At 31 July 2023
	£	£	£	£
General funds	67,537	176,617	(250,304)	(6,150)

22 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2024	2024	2024	2023	2023	2023
	£	£	£	£	£	£
Fund balances at 31 July 2024 are represented by:						
Tangible assets	49,549	-	49,549	56,107	-	56,107
Investments	1	-	1	1	-	1
Current assets/(liabilities)	(24,427)	16,073	(8,354)	20,029	-	20,029
Long term liabilities	(58,038)	-	(58,038)	(75,499)	-	(75,499)
	(32,915)	16,073	(16,842)	638	-	638

23 Related party transactions

There are no other disclosable related party transactions.

24 Subsidiaries

These financial statements are separate charitable company financial statements for the year ended 31 July 2023.

Details of the charitable company's subsidiaries at 31 July 2024 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	% Held Indirect
Arley Street Space Ltd	England and Wales	Provision of buildings, facilities and open spaces	Ordinary	100.00	

CADS SOUTH YORKSHIRE LIMITED

England & Wales - Charity number 1151884

Accounts

CHARITY REGISTRATION NUMBER 1151884

COMPANY REGISTRATION NUMBER 08117742

CADS SOUTH YORKSHIRE LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2023

UHY Hacker Young

CADS SOUTH YORKSHIRE LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S Rimmer S Brown K Antcliffe
Charity number	1151884
Company number	08117742
Registered office	Cuthbert House Arley Street Sheffield South Yorkshire S2 4QP
Independent examiner	A Hulse BA FCA UHY Hacker Young 6 Broadfield Court Sheffield S8 0XF
Bankers	HSBC Carmel House 49-63 Fargate Sheffield S1 2HD

CADS SOUTH YORKSHIRE LIMITED

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CADS SOUTH YORKSHIRE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 JULY 2023

The trustees present their annual report and financial statements for the year ended 31 July 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 charitable company's Memorandum and Articles of Association, 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 objects of the charity are:

• The provision of recreational facilities (and in particular facilities for the promotion and enjoyment of the arts and artistic activity) for the public at large or those who by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities.

• The creation of training and employment opportunities by the provision of workspace, buildings and/or land for use on favourable terms

• The provision of assistance or business advice or consultancy in order to provide training and employment opportunities for artists or aspiring artists in all creative fields who are in financial or other charitable need through help: (i) in setting up their own business; or (ii) to existing businesses and in particular businesses involving the promotion or enjoyment of the arts or artistic activity.

• The restoration and re energising of heritage buildings occupied by the charity

Achievements and performance

Over many years, CADS has delivered a variety of programmes to support emerging artists and to support people to engage with Arts and Culture. We achieve this both in a formal sense (through funded projects and collaborations with other charities and social enterprises) and also in an informal sense - by consciously assisting, promoting and advising independent arts and culture protagonists as well as supporting local and independent supply chains, thereby creating jobs in the sector.

However, CADS is best understood as a key facilitator and enabler of Sheffield's independent Arts and Culture sector, a role it achieves through multiple workstreams, namely:

- Letting Affordable Studio and Project Spaces to Artists and Creatives
- Letting out space at Abbeydale Picture House for Events
- Hosting our own Arts and Culture events at Abbeydale Picture House
- Developing the Abbeydale Picture House towards the end goal of it becoming a nationally recognised community arts venue

The trustees of CADS South Yorkshire Ltd are confident that the activities of the organisation meet the public benefit guidance of the Charity Commission.

Studios

The charity's property portfolio has seen significant developments and successes over the past year. The Arley Street studio complex, acquired in December 2021, has now reached full occupancy, with approximately 20,000 square feet of ex-office space and 10,000 square feet of warehouse space fully utilized. This achievement not only contributes to our mission of providing affordable studios but also generates crucial income for our charitable activities.

Furthermore, a notable milestone was reached as a local theatre company moved into the Denby Suite, the largest and most challenging space to rent out at Arley Street. Their occupancy strongly aligns with our charitable objectives, with the space being used to support the arts, especially emerging artists working in theatre.

At Eagle Works, our longstanding studio hub in Attercliffe, we continue to operate at full occupancy. While there has been some turnover in studios, all vacancies have been swiftly filled, showcasing the sustained demand for our creative spaces. The units on Exchange Street continue to be occupied by the same operators.

Unfortunately, we received notification from the landlord of the Abbeydale Picture House that studio holders can no longer occupy the building. As a result, the units in the Abbeydale Picture House are currently vacant. Whilst there were only 4 rentable spaces in the building, it furthers the impact of the difficulties we are facing with that building.

Restoration

Despite our ongoing commitment to the restoration of the Abbeydale Picture House, the past year has been marked by continued challenges and setbacks. Our efforts to address the safety concerns regarding the suspended ceiling encountered significant obstacles as we navigated ongoing issues with the landlord of the property.

The legal status surrounding the dispute with the landlord remained contested throughout the year. While we settled with the landlord without prejudice to our initial argument regarding the non-payment of rent due to their failure to address the roof issues, the financial strain of continuing legal proceedings led us to reach a settlement to regain access to the building. However, we maintain our position that the rent should not be payable until the roof has been fixed and have submitted a claim with our business insurance provider to access legal funding. If these funds are released, we intend to resume our legal challenge with the landlord.

Advice from experts underscores the necessity of addressing the roof issues before proceeding with further restoration work. In particular a survey undertaken by a chartered surveyor has advised that is would be unsafe for any major restoration works to take place in the building while there is ongoing water ingress. Despite our best efforts, the landlord of the building continues to refuse liability, complicating our ability to make progress in this regard.

Following the regained access to the building, our focus has shifted to hosting activities in areas unaffected by the safety concerns, such as the Fly Tower and front bar area. While some small remedial works have been undertaken for the provision of events, major interventions are on hold until the roof situation is resolved.

Overall, it has been a frustrating year with little to no progress in the restoration efforts for the Picture House. However, we remain steadfast in our commitment to preserving this historic landmark and will continue to explore all avenues to overcome the challenges we face.

Events

Despite facing significant challenges, our events program has persevered albeit on a limited capacity due to ongoing issues with the main auditorium at the Abbeydale Picture House remaining closed. However, we have continued to offer a reduced program of events, primarily focusing on utilizing the Fly Tower space.

With the main auditorium closed, our efforts have shifted towards the Fly Tower, where we've been able to host a variety of events, including live music and cinema screenings. Additionally, we have partnered with a collaborator to open a bar under the balcony in the auditorium, allowing us to expand our offerings to include music events in that space as well.

The reduced capacity of our venues has necessitated a change in our approach to event programming. The Fly Tower has proven popular for folk music events, smaller experimental music gatherings, and cult cinema film screenings. Meanwhile, the side bar under the balcony, previously underutilized, has been transformed into a new event space. While it offers a slightly higher capacity than the Fly Tower at 100 attendees, its versatility is somewhat limited, and film screenings are not feasible in this space.

Despite these challenges, there have been some highlights throughout the year. Feedback from the public has been overwhelmingly positive, with many expressing their amazement at the venue and voicing their support for its success.

Financial review

During the year, the charity received just £176,617 (2022: £194,626) of income. This is slightly less than the previous year, and significantly less than the years prior to that. This is mainly due to the ongoing restrictions on the use of the Abbeydale Picture House for the reasons set out earlier in this report. CADS expended £250,304 (2022: £289,202) showing a deficit of £73,687 (2022: deficit £94,576). At 31 July 2023, the charity had restricted reserves of £6,788 (2022: £6,788) and unrestricted reserves in a deficit of £6,150 (2022: £67,537). The total reserves at 31 July 2023 were £638 (2022: £74,325).

It is the policy of CADS South Yorkshire Limited to aim to hold in reserves the equivalent of three months general running costs to include salary costs. This policy will be reviewed every twelve months.

It is the policy of CADS South Yorkshire Limited to aim to hold in reserves the equivalent of three months general running costs to include salary costs. This policy will be reviewed every twelve months. CADS charitable activities are primarily self-funded with most of the businesses revenue earned through studio rental and space hire. This gives CADS a great freedom to operate outside the bounds of grant funding and leaves it self- sufficient. Our SpaceCADet program is entirely self-funded, as well as, our space hire subsidies for our event space. For our efforts at The Abbeydale Picture House, CADS received grants specifically for professional services and capital works, such as the suspending plaster ceiling report. All grants and grant spending are monitored and reviewed monthly by the Finance Manager. Restricted grant spending is closely monitored and the required reports submitted to the funders.

The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Risk Management

The trustees have a risk management strategy which comprises:

- An annual review of the risks that the charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the plan; and
- The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

Plans for future periods

CADS Future Plans

The economic landscape, particularly in the aftermath of the Covid era, continues to shape CADS' strategic outlook. Trends such as the decline of city-center retail, the shift towards remote working and hyper-local consumption, the rise of digital services, and the renewed interest in local artisanal production remain prominent. Additionally, the deployment of levelling-up funding in the city presents new opportunities, although these have yet to materialise into tangible projects.

Despite these overarching trends, some developments have occurred. Arley Street has achieved full occupancy, signaling stability and success in our studio portfolio. However, the ongoing financial losses stemming from the Abbeydale Picture House pose a significant challenge. Without the necessary funding or the release of insurance funds to resume our legal challenge, we may be forced to consider vacating the premises altogether.

In the face of these challenges, our future plans are contingent upon securing the resources needed to navigate the current uncertainties. If losses can be contained and funding obtained, we may explore the possibility of acquiring a new studio building in the future. However, for the time being, such expansion endeavors are not financially feasible.

As discussions with Sheffield City Council suggest potential new opportunities in the city, we remain vigilant and open to exploring avenues for growth and sustainability. Our commitment to repurposing and repositioning buildings in response to structural changes remains steadfast, guided by a clear strategy and a constant supply of inquiries from key partners.

Structure, governance and management

The charitable company is a company limited by guarantee under the provision of the Companies Act 2006. The charitable company is governed by its Memorandum and Articles of Association incorporated on 25 June 2012, as amended by a special resolution registered at Companies House on 27 March 2013, as amended by special resolutions dated 22 January 2018.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

S Rimmer
S Brown
D Butlin (Resigned 31 October 2023)
K Antcliffe

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The charity is overseen by a board of 4 trustees, who work closely with the management team on both strategic and operational matters. Trustees convene quarterly via Zoom or in-person meetings, with regular communication via phone and email between meetings. Trustee Stephen Rimmer maintains close collaboration with the CADS management team. Daniel Butlin, also serves as a member of staff, managing projects and fundraising.

Looking ahead, we are actively seeking to recruit additional trustees with diverse experience to further strengthen our governance structure and ensure effective decision-making processes.

Trustee Induction and Training

New board members undergo an orientation to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles, the board and decision making processes, the business plan and recent financial performance of the charity. During the induction process they meet other trustees.

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

S Rimmer
Trustee

30 April 2024

UHY Hacker Young

6 Broadfield Court
Broadfield Way
Sheffield
S8 0XF

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CADS SOUTH YORKSHIRE LIMITED

I report to the trustees on my examination of the financial statements of CADS South Yorkshire Limited (the charitable company) for the year ended 31 July 2023.

Responsibilities and basis of report

As the trustees of the charitable company (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 charitable 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 the charitable company'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

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 charitable company 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.

A Hulse BA FCA
UHY Hacker Young

Chartered Accountants

Dated: 30 April 2024

CADS SOUTH YORKSHIRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2023

	Notes	Unrestricted funds	Restricted funds	Total 2023	Unrestricted funds	Restricted funds	Total 2022
		£	£	£	£	£	£
Income from:							
Donations and legacies	3	3,444	-	3,444	10,171	17,899	28,070
Charitable activities	4	155,610	-	155,610	157,975	-	157,975
Other trading activities	5	17,000	-	17,000	8,545	-	8,545
Investments	6	563	-	563	36	-	36
Total income		176,617	-	176,617	176,727	17,899	194,626
Expenditure on:							
Raising funds	7	-	-	-	2,115	-	2,115
Charitable activities	8	250,304	-	250,304	250,764	36,323	287,087
Total resources expended		250,304	-	250,304	252,879	36,323	289,202
Gross transfers between funds		-	-	-	(2,044)	2,044	-
Net expenditure for the year/ Net movement in funds		(73,687)	-	(73,687)	(78,196)	(16,380)	(94,576)
Fund balances at 1 August 2022		67,537	6,788	74,325	145,733	23,168	168,901
Fund balances at 31 July 2023		(6,150)	6,788	638	67,537	6,788	74,325

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.

CADS SOUTH YORKSHIRE LIMITED

BALANCE SHEET

AS AT 31 JULY 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	**13**		56,107		62,665
Investments	**14**		1		1
			56,108		62,666
Current assets					
Debtors	**15**	36,810		17,191	
Cash at bank and in hand		37,846		136,173	
		74,656		153,364	
Creditors: amounts falling due within one year	**17**	(54,627)		(49,008)	
Net current assets			20,029		104,356
Total assets less current liabilities			76,137		167,022
Creditors: amounts falling due after more than one year	**18**		(75,499)		(92,697)
Net assets			638		74,325
Income funds					
Restricted funds	**19**		6,788		6,788
Unrestricted funds			(6,150)		67,537
			638		74,325

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 July 2023.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

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 30 April 2024

S Rimmer
Trustee

Company registration number 08117742

1 Accounting policies

Charity information

CADS South Yorkshire Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Cuthbert House, Arley Street, Sheffield, South Yorkshire, S2 4QP.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, 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 charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company 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 charitable company. 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

During the year the charitable company suffered a loss of £73,687 (2022: £94,576) with problems at Abbeydale Picture House resulting in additional costs whilst also reducing income. This is not sustainable with reserves now substantially extinguished. The trustees are now managing cashflow on a detailed basis, cutting costs and benefits from income from their subsidiary, Arley Street Space Limited. On this basis the trustees believe they can continue to meet their debts as they fall due. 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 charitable company 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 charitable company 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.

1 **Accounting policies** **(Continued)**

1.5 Expenditure

Resources expenses are recognised in the year in which they are incurred, inclusive of irrecoverable VAT.

Charitable expenditure comprises costs incurred by the charity in the delivery of its activities and includes costs that can be allocated directly to such activities and costs of an indirect nature to support them.

Governance costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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:

Leasehold improvements	Over the remaining period of the lease
Fixtures and fittings	Straight line over 4 years

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.

Fixed assets costing less than £500 are not capitalised.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charitable company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

At each reporting end date, the charitable company 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).

1.9 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.

1 **Accounting policies** **(Continued)**

1.10 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company 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.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

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 charitable company 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.

1 **Accounting policies** **(Continued)**

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 charitable company's contractual obligations expire or are discharged or cancelled.

1.11 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 charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Retirement benefits

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

1.13 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charitable company'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. There are no judgements or estimates which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2023	2022	2022	2022
	£	£	£	£
Donations and gifts	1,194	4,384	7,000	11,384
Grants receivable for core activities	2,250	5,787	10,899	16,686
	3,444	10,171	17,899	28,070
Grants receivable for core activities				
Bounce back loan interest	-	1,250	-	1,250
Kickstarter	-	-	10,899	10,899
Other	2,250	4,537	-	4,537
	2,250	5,787	10,899	16,686

4 Charitable activities

	2023	2022
	£	£
Sales within charitable activities	155,610	157,975

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Trading activity income: other	17,000	8,545

6 Investments

	2023	2022
	£	£
Interest receivable	563	36

7 Raising funds

	2023	2022
	£	£
Trading costs		
Other trading activities	-	2,115
	-	2,115

8 Charitable activities

	2023	2022
	£	£
Staff costs	78,242	83,007
Depreciation and impairment	6,558	6,558
Community activities	22,697	18,132
Rent	67,713	60,933
Utilities	10,182	15,445
Office expenses	11,438	10,920
IT costs	1,424	1,467
Membership fees	458	198
Subscriptions	757	682
Insurance	28,965	23,275
Bank charges and interest	5,405	3,798
Advertising and public relations	1,790	1,926
Repairs and maintenance	6,044	12,117
Legal and professional fees	4,175	40,356
General expenses	528	1,222
Bad debts	1,000	4,627
	247,376	284,663
Share of governance costs (see note 9)	2,928	2,424
	250,304	287,087
Analysis by fund		
Unrestricted funds	250,304	250,764
Restricted funds	-	36,323

9 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Independent examination fees	-	2,928	2,928	-	2,424	2,424
	-	2,928	2,928	-	2,424	2,424
Analysed between						
Charitable activities	-	2,928	2,928	-	2,424	2,424

Governance costs includes payments to the independent examiner of £900 (2022: £900) for independent examination fees and £1,568 (2022: £1,524) for other services.

10 Trustees

C Rimmer (trustees' sister) received remuneration of £24,207 (2022: £20,858) and had pension contributions made of £726 (2022: £626) under her contract of employment with the charitable company.

D Butlin received remuneration of £19,578 (2022: £18,225) and had pension contributions made of £587 (2022: £547) under his contract of employment with the charitable company.

K Anteliffe received remuneration of £nil (2022: £4,001) and had pension contributions made of £nil (2022: £120) under his contract of employment with the charitable company.

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

11 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Trustees	4	4
Employees	3	4
Total	7	8

11 Employees (Continued)

Employment costs	2023	2022
	£	£
Wages and salaries	74,734	76,998
Social security costs	1,663	4,053
Other pension costs	1,845	1,956
	78,242	83,007

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

12 Taxation

In view of the charitable objects of the company and of its registered charitable status, no taxation should be payable.

13 Tangible fixed assets

	Leasehold improvements	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 August 2022	60,136	17,786	77,922
At 31 July 2023	60,136	17,786	77,922
Depreciation and impairment			
At 1 August 2022	7,323	7,934	15,257
Depreciation charged in the year	2,728	3,830	6,558
At 31 July 2023	10,051	11,764	21,815
Carrying amount			
At 31 July 2023	50,085	6,022	56,107
At 31 July 2022	52,813	9,852	62,665

14 Fixed asset investments

	Other investments
Cost or valuation	
At 1 August 2022 & 31 July 2023	1
Carrying amount	
At 31 July 2023	1
At 31 July 2022	1

Other investments comprise:	Notes	2023 £	2022 £
Investments in subsidiaries	23	1	1

15 Debtors

Amounts falling due within one year:	2023 £	2022 £
Trade debtors	15,539	7,045
Amounts owed by subsidiary undertakings	20,374	9,374
Prepayments and accrued income	897	772
	36,810	17,191

16 Loans and overdrafts

	2023 £	2022 £
Bank loans	97,931	114,765
Payable within one year	22,432	22,068
Payable after one year	75,499	92,697

17 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	16	22,432	22,068
Other taxation and social security		6,177	-
Trade creditors		9,866	8,554
Other creditors		13,013	15,613
Accruals and deferred income		3,139	2,773
		54,627	49,008

18 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	16	75,499	92,697

19 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:

	Movement in funds				Movement in funds		
	Balance at 1 August 2021	Incoming resources	Resources expended	Transfers	Balance at 1 August 2022	Incoming resources	Balance at 31 July 2023
	£	£	£	£	£	£	£
Abbeydale Picture House Capital Works	10,113	-	-	(3,325)	6,788	-	6,788
AHF Fly Tower Project	4,900	-	(4,860)	(40)	-	-	-
Reach fund	8,155	-	(9,984)	1,829	-	-	-
APH Ceiling	-	7,000	(9,225)	2,225	-	-	-
Kickstarter	-	10,899	(12,254)	1,355	-	-	-
	23,168	17,899	(36,323)	2,044	6,788	-	6,788

Our restricted funds are made up of funds to complete capital works in order to progress our Phase 2 strategy for the restoration of the Abbeydale Picturehouse.

20 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£
Fund balances at 31 July 2023 are represented by:						
Tangible assets	56,107	-	56,107	62,665	-	62,665
Investments	1	-	1	1	-	1
Current assets/(liabilities)	20,029	-	20,029	97,568	6,788	104,356
Long term liabilities	(75,499)	-	(75,499)	(92,697)	-	(92,697)
	638	-	638	67,537	6,788	74,325

21 Operating lease commitments

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

	2023	2022
	£	£
Within one year	24,000	24,000
Between two and five years	100,000	98,000
In over five years	364,000	390,000
	488,000	512,000

22 Related party transactions

There are no other disclosable related party transactions.

23 Subsidiaries

These financial statements are separate charitable company financial statements for the year ended 31 July 2023.

Details of the charitable company's subsidiaries at 31 July 2023 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held Direct	% Held Indirect
Arley Street Space Ltd	England and Wales	Provision of buildings, facilities and open spaces	Ordinary	100.00	

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CADS SOUTH YORKSHIRE LIMITED

England & Wales - Charity number 1151884

Accounts



Cads South Yorkshire Limited

2022

Unaudited Financial Statements

FOR THE YEAR ENDED 31 JULY 2022

CHARITY REGISTRATION NUMBER 1151884
COMPANY REGISTRATION NUMBER 08117742

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S Rimmer S Brown D Butlin K Antcliffe (Appointed Oct 2021)
Charity number	1151884
Company number	08117742
Registered office	387 Abbeydale Road Sheffield South Yorkshire S7 1FS
Independent examiner	A Hulse BA FCA UHY Hacker Young 6 Broadfield Court Sheffield S8 0XF
Bankers	HSBC Carmel House 49-63 Fargate Sheffield S1 2HD

Trustees' Report (Including Directors' Report)

FOR THE YEAR ENDED 31 JULY 2022

The trustees present their annual report and financial statements for the year ended 31 July 2022.

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 charitable company's Memorandum and Articles of Association, 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 charity are:

- The provision of recreational facilities (and in particular facilities for the promotion and enjoyment of the arts and artistic activity) for the public at large or those who by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities.
- the creation of training and employment opportunities by the provision of workspace, buildings and/or land for use on favourable terms
- the provision of assistance or business advice or consultancy in order to provide training and employment opportunities for artists or aspiring artists in all creative fields who are in financial or other charitable need through help: (i) in setting up their own business; or (ii) to existing businesses and in particular businesses involving the promotion or enjoyment of the arts or artistic activity.
- the restoration and re energising of heritage buildings occupied by the charity

Achievements and performance

Over many years, CADS has delivered a variety of programmes to support emerging artists and to support people to engage with Arts & Culture. We achieve this both in a formal sense (through funded projects and collaborations with other charities and social enterprises) and also in an informal sense – by consciously assisting, promoting and advising independent arts and culture protagonists as well as supporting local and independent supply chains, thereby creating jobs in the sector.

However, CADS is best understood as a key facilitator and enabler of Sheffield's independent Arts & Culture sector, a role it achieves through multiple workstreams, namely:

- Letting Affordable Studio and Project Spaces to Artists and Creatives
- Letting out space at Abbeydale Picture House for Events
- Hosting our own Arts & Culture events at Abbeydale Picture House
- Developing the Abbeydale Picture House towards the end goal of it becoming a nationally recognised community arts venue.

The trustees of CADS South Yorkshire Ltd are confident that the activities of the organisation meet the public benefit guidance of the Charity Commission.

Studios

The charity's property portfolio comprises of a large studio hub (Eagle Works) in Attercliffe, 4 ex-retail units on Exchange Street and The Abbeydale Picture House. In December 2021, a 20-year lease was completed to acquire a new studio hub called 'Arley Street'; circa 20,000 sq ft of ex-office space and 10,000 sq ft of warehouse space to be repurposed into creative and commercial units. The leases for Exchange st were also successfully extended for a further 2 years.





CADS continues its ethos to provide affordable studios across Sheffield and support creatives no matter their background or financial status. Over the past year, with the acquisition of Arley Street, CADS has supported over 50 people and small organisations to continue, start or reimagine their project or business from their studios. Furthermore, at Arley Street, negotiations are progressing with a well-known Sheffield creative arts charity to rent 4,000 sq ft of space which would be a great addition to Arley St, enhancing the building's offerings, job opportunities and extending the cultural outreach.

Our self-funded SpaceCADet programme, which gives 6 weeks of free or heavily subsidised space for projects or start-ups has been awarded to two projects this year for music & photography, and a maker space. CADS also regularly extends this programme to ad-hoc hires of the Abbeydale Picturehouse, with artists and photographers using the space for heavily subsidised rates.

With the portfolio expansion and the studio activities increasing in capacity, CADS was able to offer two new job roles as part of the Kickstart Job Programme in October 2021. Thanks to the funding support from the government scheme, CADS has been able to invest more time in training and development, which resulted in a Kickstart employee being offered a permanent position at CADS following the end of the funded programme.

Restoration

A key focus in CADS' restoration objective remains on the Abbeydale Picture House and opening as a fully licensed venue.

At the start of the year CADS was informed that the safety checks conducted on the suspended ceiling at The Abbeydale Picture House were insufficient; previously, regular inspections had been commissioned by a structural engineer. An additional survey condition report must be conducted by a specialist in historic plaster, in order to gain an ABTT certification. Three small grants from local trusts were awarded to CADS to cover the costs of an inspection of the ceiling that was conducted in December 2021. Many thanks to; Freshgate Trust Foundation, Sheffield Town Trust, and JG Graves Charitable Trust.

The report found serious damage that was not identified in previous reports and evidence of water ingress from the roof that was causing further and ongoing damage to the ceiling. From the findings in the report, the decision was made to close the main auditorium of the Abbeydale Picture House with immediate effect, owing to danger to life from the potential collapse of the ceiling.

Furthermore, the report detailed various remedial work needed to make the ceiling safe, however, these actions could not be conducted until the roof was made watertight. This led to a dispute with the landlord who, until then, had accepted responsibility for fixing the roof. CADS sought legal consultation and were advised that the landlord was in breach of contract and therefore, the rent was not payable until the roof was repaired and the building could be reopened. Unfortunately, in May 2022, this led the landlord forfeiting the lease and evicting CADS from the building by changing the locks. With legal representation, CADS disputed the eviction and eventually overturned the action by reaching a settlement with the landlord in June and reinstating the original lease through the Courts.

Since this tumultuous time, the focus has been in earnest to purchase the building; a project started in 2021. Ownership of the building would remove the complications and uncertainty of dealing with the current landlord, enabling us to make the repairs needed to the roof and ceiling by accessing the more substantial pots of funding that are not available while the building has a private owner. CADS will pursue the Community Ownership Fund (COF) and enter a submission in the second round of the scheme (deadline August 2022), utilising and updating the work already completed in 2021 to become 'investment ready' for purchase, thanks to the Reach Fund grant (awarded in 2021).

Events

The 5 year plan for The Abbeydale Picture House (APH), alongside the restoration, was to re-energise the space into a multifunctional community arts venue. Unfortunately, due to significant challenges the project has been put at risk entirely. After the ceiling report, discussed in the Restoration section, every event was cancelled immediately as it was no longer safe to run events in the auditorium. However, with this closure, an opportunity was presented to develop the existing Fly Tower space into its own standalone venue.

Utilising the findings, content and recommendations from last years' Fly Tower feasibility project (CADS received a grant from The Architectural Heritage Fund (AHF), Culture Recovery Fund strand, to do development works to find alternative means of generating revenue from the building), the Trustees agreed that it was worthwhile to focus efforts on the Fly Tower and transform it into a venue in its own right. This would allow an opportunity to generate income to ensure financial viability of the building, and also continue CADS' work supporting arts, culture and heritage at APH. The space was equipped with a stage, PA system, bar, and lighting at minimal cost; the equipment was repurposed from the Auditorium.

There was expenditure on acoustic treatment, which improved the audio response drastically, and improved facilities, attracting more event bookings and enhanced the audience experience.

After the decision to close the Auditorium, some of the programming was salvaged and moved into the Fly Tower, namely the Yorkshire Silent Film Festival, Reel Steel, and some live music events. New relationships were formed with promoters and artists that CADS previously had not worked with, and new community links were established; this includes Heretics Folk Club, Sci-Fi Sundays, the Black Artists Collective, and numerous other community groups. Although new relationships were growing, the venue still struggled due to the capacity restrictions imposed by South Yorkshire Fire & Rescue (SYFR) and Environmental Health. With advice and consultancy from Music Venues Trust (MVT), a strategy was developed to increase capacity from 60 to 100 people; this was rejected by SYFR.

Despite the challenges there were some highlights including:

- Supporting new artists, including Siegfried Komidashi, a member of the Black Artists Collective, and LGBTQ+ folk collective Shovel Dance Collective
- A new film club started by APH volunteers
- Supporting numerous local artists and performers.
- Film screenings, including Reel Steel, Sensoria, Sci-Fi Sundays, Rock Against Racism/Love Music Hate Racism.
- A poster exhibition of a private collection of historic cinema posters, exhibited publicly for the very first time, with funding from the British Film Institute.

The feedback from the public was very positive; many people expressed their amazement at the venue, and wished to see it succeed.





Financial Review

During the year, the charity received just £194,626 (2021: £350,926) of income. This is significantly less than the previous year because of the restrictions on the use of the Abbeydale Picture House for the reasons set out earlier in this report. CADS expended £289,202 (2021: £288,589) showing a deficit of £94,576 (2021: surplus £62,337). At 31 July 2022, the charity had restricted reserves of £6,788 (2021: £23,168) and unrestricted reserves of £67,537 (2021: £145,733). The total reserves at 31 July 2022 were £74,325 (2021: £168,901).

It is the policy of CADS South Yorkshire Limited to aim to hold in reserves the equivalent of three months general running costs to include salary costs. This policy will be reviewed every twelve months.

CADS charitable activities are primarily self-funded with most of the businesses revenue earned through studio rental and space hire. This gives CADS a great freedom to operate outside the bounds of grant funding and leaves it self-sufficient.

Our SpaceCADet program is entirely self-funded, as well as, our space hire subsidies for our event space.

For our efforts at The Abbeydale Picture House, CADS received grants specifically for professional services and capital works, such as the suspending plaster ceiling report.

All grants and grant spending are monitored and reviewed monthly by the Finance Manager. Restricted grant spending is closely monitored and the required reports submitted to the funders.

The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Risk Management

The trustees have a risk management strategy which comprises:

- An annual review of the risks that the charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the plan; and
- The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

CADS Future Plans

The economic turmoil of the Covid era has in our eyes exacerbated four key underlying socio-economic trends:

- The decline of city-centre bricks & mortar retail
- A shift towards home-working and thus hyper-local consumption
- The continuing rise of digital and tech based products and services
- A revival of interest (amongst the relatively affluent) in local artisanship and production

These trends have some profound implications for commercial property. City centre office blocks and shops lie empty, whilst characterful urban and suburban warehouses, factories are in high demand from local craft producers, and the creative and digital industries.

CADS is at the forefront of the movement to respond to structural changes through repurposing and repositioning buildings and has a constant supply of enquiries from key strategic partners in the Universities, Local Authority and amongst private landlords. Thanks to the clear strategy and success in the studios portfolio, the management team has the knowledge and experience to assess the opportunities in terms of new properties CADS is offered.

In this financial year, CADS has increased its studio footprint by 100%. At the time of writing, Arley Street is now financially stable, with strategies formed to ensure sustainability through the economic crisis at the other sites. CADS is considering new opportunities as they arise and are particularly keen to look at properties in the vicinity of APH. This area has a number of interesting buildings that are currently unoccupied and we are aware of a lot of latent demand from Arts & Culture organisations for mid-sized rehearsal, training and performance space, which APH itself cannot fulfil.

As discussed above, the ceiling issues have had a major impact on the progression of the Abbeydale Picture House to becoming a multi-functional, community, arts venue, however, the goal to purchase the building, to gain full custodianship of this incredible Grade II listed building, is gaining momentum with a submission to the COF fund in August 2022. CADS will continue to pursue different options to purchase, through available funding sources, social investors and commercial mortgages.

Structure, governance and management

The charitable company is a company limited by guarantee under the provision of the Companies Act 2006. The charitable company is governed by its Memorandum and Articles of Association incorporated on 25 June 2012, as amended by a special resolution registered at Companies House on 27 March 2013, as amended by special resolutions dated 22 January 2018.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

S Rimmer
N Mosey
S Brown
D Butlin
K Antcliffe (Appointed 1 October 2021)

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The charity is run by a board of 4 trustees working closely with the management team both on strategic and operational procedures. The trustees meet via Zoom or in-person on a quarterly basis but are in regular phone and email contact at other times. Trustee Stephen Rimmer works very closely with the CADS management team. Daniel Butlin joined the Board of Trustees in May 2021 and is also a member of staff; managing projects and fundraising.

Trustee Induction and Training

New board members undergo an orientation to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles, the board and decision making processes, the business plan and recent financial performance of the charity. During the induction process they meet other trustees.

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

D Butlin
Trustee

Dated: 25 April 2023

6 Broadfield Court
Broadfield Way
Sheffield
S8 0XF

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CADS SOUTH YORKSHIRE LIMITED

I report to the trustees on my examination of the financial statements of CADS South Yorkshire Limited (the charitable company) for the year ended 31 July 2022.

Responsibilities and basis of report

As the trustees of the charitable company (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 charitable 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 the charitable company'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

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 charitable company 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.

A Hulse BA FCA
UHY Hacker Young

Chartered Accountants

Dated: 26 February 2023

CADS SOUTH YORKSHIRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2022

	Notes	Unrestricted funds	Restricted funds	Total 2022	Unrestricted funds	Restricted funds	Total 2021
		£	£	£	£	£	£
Income from:							
Donations and legacies	**3**	10,171	17,899	28,070	121,876	46,659	168,535
Charitable activities	**4**	157,975	-	157,975	136,107	-	136,107
Other trading activities	**5**	8,545	-	8,545	46,271	-	46,271
Investments	**6**	36	-	36	13	-	13
Total income		176,727	17,899	194,626	304,267	46,659	350,926
Expenditure on:							
Raising funds	**7**	2,115	-	2,115	21,156	-	21,156
Charitable activities	**8**	250,764	36,323	287,087	239,427	28,006	267,433
Total resources expended		252,879	36,323	289,202	260,583	28,006	288,589
Net (outgoing)/incoming resources before transfers		(76,152)	(18,424)	(94,576)	43,684	18,653	62,337
Gross transfers between funds		(2,044)	2,044	-	(4,515)	4,515	-
Net (expenditure)/income for the year/ Net movement in funds		(78,196)	(16,380)	(94,576)	39,169	23,168	62,337
Fund balances at 1 August 2021		145,733	23,168	168,901	106,564	-	106,564
Fund balances at 31 July 2022		67,537	6,788	74,325	145,733	23,168	168,901

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.

CADS SOUTH YORKSHIRE LIMITED

BALANCE SHEET

AS AT 31 JULY 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	**13**		62,665		69,223
Current assets					
Debtors	**14**	17,191		33,074	
Cash at bank and in hand		136,174		173,800	
		153,365		206,874	
Creditors: amounts falling due within one year	**16**	(49,008)		(64,696)	
Net current assets			104,357		142,178
Total assets less current liabilities			167,022		211,401
Creditors: amounts falling due after more than one year	**17**		(92,697)		(42,500)
Net assets			74,325		168,901
Income funds					
Restricted funds	**18**		6,788		23,168
Unrestricted funds			67,537		145,733
			74,325		168,901

BALANCE SHEET (CONTINUED)

AS AT 31 JULY 2022

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 July 2022.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

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 26 February 2023

D Butlin
Trustee

Company registration number 08117742

1 Accounting policies

Charity information

CADS South Yorkshire Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 387 Abbeydale Road, Sheffield, South Yorkshire, S7 1FS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, 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 charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company 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 charitable company. 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

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company 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 charitable company 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 charitable company 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.

1 Accounting policies **(Continued)**

1.5 Expenditure

Resources expenses are recognised in the year in which they are incurred, inclusive of irrecoverable VAT.

Charitable expenditure comprises costs incurred by the charity in the delivery of its activities and includes costs that can be allocated directly to such activities and costs of an indirect nature to support them.

Governance costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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:

Leasehold improvements	Over the remaining period of the lease
Fixtures and fittings	Straight line over 4 years

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.

Fixed assets costing less than £500 are not capitalised.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company 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 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.

1 Accounting policies **(Continued)**

1.9 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company 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.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

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 charitable company 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.

1 Accounting policies (Continued)

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 charitable company's contractual obligations expire or are discharged or cancelled.

1.10 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 charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

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

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charitable company'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. There are no judgements or estimates which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	4,384	7,000	11,384	111,319	46,659	157,978
Grants receivable for core activities	5,787	10,899	16,686	10,557	-	10,557
	10,171	17,899	28,070	121,876	46,659	168,535
Grants receivable for core activities						
Coronavirus Job Retention Scheme	-	-	-	10,557	-	10,557
Bounce back loan interest	1,250	-	1,250	-	-	-
Kickstarter	-	10,899	10,899	-	-	-
Other	4,537	-	4,537	-	-	-
	5,787	10,899	16,686	10,557	-	10,557

4 Charitable activities

	2022	2021
	£	£
Sales within charitable activities	157,975	136,107

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Trading activity income: other	8,545	46,271

6 Investments

	2022	**2021**
	£	**£**
Interest receivable	36	13

7 Raising funds

	2022	**funds**
	£	£
Trading costs		
Other trading activities	2,115	21,156
	2,115	21,156

8 Charitable activities

	2022	2021
	£	£
Staff costs	83,007	63,230
Depreciation and impairment	6,558	4,551
Community activities	18,132	28,518
Rent	60,933	66,483
Utilities	15,445	17,508
Office expenses	10,920	8,253
IT costs	1,467	1,730
Membership fees	198	600
Subscriptions	682	601
Insurance	23,275	26,261
Bank charges and interest	3,798	530
Advertising and public relations	1,926	533
Repairs and maintenance	12,117	16,826
Legal and professional fees	40,356	27,412
General expenses	1,222	1,936
Bad debts	4,627	181
	284,663	265,153
Share of governance costs (see note 9)	2,424	2,280
	287,087	267,433
Analysis by fund		
Unrestricted funds	250,764	239,427
Restricted funds	36,323	28,006
	287,087	267,433

9 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Independent examination fees	-	2,424	2,424	-	2,280	2,280
	-	2,424	2,424	-	2,280	2,280
Analysed between						
Charitable activities	-	2,424	2,424	-	2,280	2,280

Governance costs includes payments to the independent examiner of £900 (2021: £900) for independent examination fees and £1,524 (2021: £1,380) for other services.

10 Trustees

C. Rimmer (trustees' sister) received remuneration of £20,858 (2021: £10,573) and had pension contributions made of £626 (2021: £317) under her contract of employment with the charitable company.

D. Butlin received remuneration of £18,225 (2021: £15,600) and had pension contributions made of £547 (2021: £468) under his contract of employment with the charitable company.

K. Antcliffe received remuneration of £4,001 (2021: £nil) and had pension contributions made of £120 (2021: £nil) under his contract of employment with the charitable company.

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

11 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Trustees	4	3
Employees	4	4
Total	8	7

11 Employees (Continued)

Employment costs	2022	2021
	£	£
Wages and salaries	76,998	59,852
Social security costs	4,053	1,432
Other pension costs	1,956	1,946
	83,007	63,230

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

12 Taxation

In view of the charitable objects of the company and of its registered charitable status, no taxation should be payable.

13 Tangible fixed assets

	Leasehold improvements	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 August 2021	60,136	17,786	77,922
At 31 July 2022	60,136	17,786	77,922
Depreciation and impairment			
At 1 August 2021	4,595	4,104	8,699
Depreciation charged in the year	2,728	3,830	6,558
At 31 July 2022	7,323	7,934	15,257
Carrying amount			
At 31 July 2022	52,813	9,852	62,665
At 31 July 2021	55,541	13,682	69,223

14 Debtors

Amounts falling due within one year:	2022 £	2021 £
Trade debtors	7,045	16,766
Amounts owed by subsidiary undertakings	9,374	-
Other debtors	-	16,308
Prepayments and accrued income	772	-
	17,191	33,074

15 Loans and overdrafts

	2022 £	2021 £
Bank loans	114,765	50,000
Payable within one year	22,068	7,500
Payable after one year	92,697	42,500

16 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Bank loans	15	22,068	7,500
Trade creditors		8,554	18,741
Other creditors		15,613	26,235
Accruals and deferred income		2,773	12,220
		49,008	64,696

17 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	15	92,697	42,500

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:

	Movement in funds				Movement in funds			
	Incoming resources	Resources expended	Transfers	Balance at 1 August 2021	Incoming resources	Resources expended	Transfers	Balance at 31 July 2022
	£	£	£	£	£	£	£	£
Abbeydale Picture House Capital Works	7,404	(5,736)	8,445	10,113	-	-	(3,325)	6,788
AHF Fly Tower Project	19,040	(14,140)	-	4,900	-	(4,860)	(40)	-
Project - APH Licence Works - Professional Fees	7,500	(3,570)	(3,930)	-	-	-	-	-
SME Barnsley fund (covid recovery business support grant)	2,400	(2,400)	-	-	-	-	-	-
Reach fund	10,315	(2,160)	-	8,155	-	(9,984)	1,829	-
APH Ceiling	-	-	-	-	7,000	(9,225)	2,225	-
Kickstarter	-	-	-	-	10,899	(12,254)	1,355	-
	46,659	(28,006)	4,515	23,168	17,899	(36,323)	2,044	6,788

Our restricted funds are made up of funds to complete capital works in order to progress our Phase 2 strategy for the restoration of the Abbeydale Picturehouse.

19 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Fund balances at 31 July 2022 are represented by:						
Tangible assets	62,665	-	62,665	69,223	-	69,223
Current assets/(liabilities)	97,569	6,788	104,357	57,916	84,262	142,178
Long term liabilities	(92,697)	-	(92,697)	(42,500)	-	(42,500)
	67,537	6,788	74,325	84,639	84,262	168,901

20 Operating lease commitments

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

	2022	2021
	£	£
Within one year	24,000	24,000
Between two and five years	98,000	96,000
In over five years	390,000	406,000
	512,000	526,000

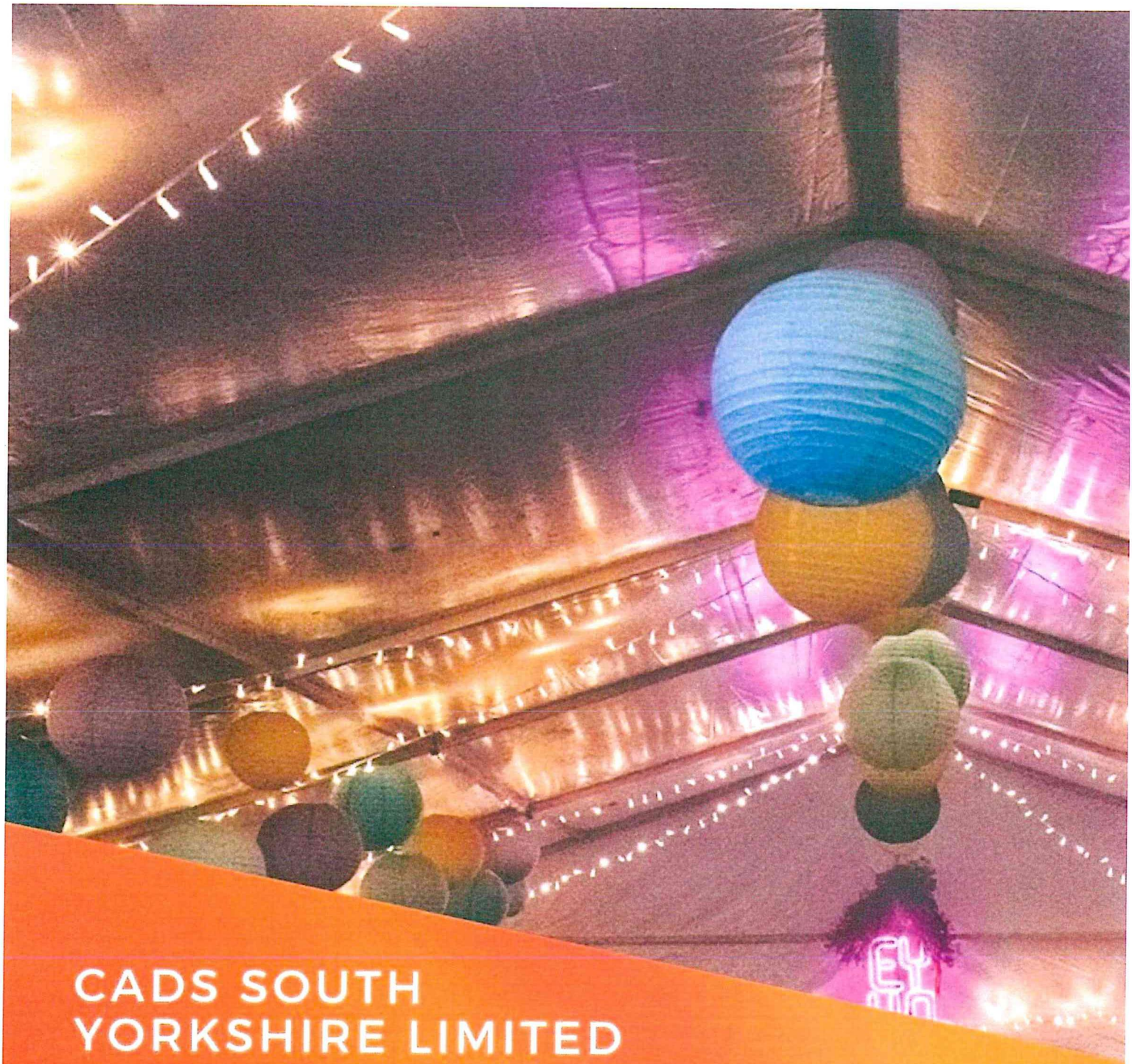
21 Related party transactions

There are no other disclosable related party transactions.

CADS SOUTH YORKSHIRE LIMITED

England & Wales - Charity number 1151884

Accounts



CADS SOUTH YORKSHIRE LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2021

CHARITY REGISTRATION NUMBER 1151884
COMPANY REGISTRATION NUMBER 08117742

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S Rimmer N Mosey S Brown Mr D Butlin (Appointed 26 May 2021)
Charity number	1151884
Company number	08117742
Registered office	387 Abbeydale Road Sheffield South Yorkshire S7 1FS
Independent examiner	A Hulse BA FCA UHY Hacker Young 6 Broadfield Court Sheffield S8 0XF
Bankers	HSBC Carmel House 49-63 Fargate Sheffield S1 2HD

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

The trustees present their report and financial statements for the year ended 31 July 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 charitable company's Memorandum and Articles of Association, 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 objects of the charity are:

- The provision of recreational facilities (and in particular facilities for the promotion and enjoyment of the arts and artistic activity) for the public at large or those who by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities.
- the creation of training and employment opportunities by the provision of workspace, buildings and/or land for use on favourable terms
- the provision of assistance or business advice or consultancy in order to provide training and employment opportunities for artists or aspiring artists in all creative fields who are in financial or other charitable need through help: (i) in setting up their own business; or (ii) to existing businesses and in particular businesses involving the promotion or enjoyment of the arts or artistic activity.
- the restoration and re energising of heritage buildings occupied by the charity

The strategies employed to achieve the charity's objectives are to:

- Offer opportunities for a broad range of people to get involved in arts activity exploring their own creative powers
- Provide facilities for everyone which allow individuals to pursue their creative interests on any level, including the provision of free or subsidised space to those without financial means
- Provide help and advice to studio holders to help them advance their business idea or creative pursuit
- Using surplus from business activities to fund restoration, repairs and maintenance in our heritage building
- Bringing a diverse programme of events to our event spaces

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.
The charities activities provide buildings, facilities and open space in the Sheffield region.

ACHIEVEMENTS AND PERFORMANCE

STUDIOS

The charity's portfolio comprises one large studio hub (Eagle Works), 4 ex-retail units on Exchange Street and The Abbeydale Picture House. At the beginning of the year, the Trustees agreed it was time to relinquish the 2 studios at Clarence Works, Kelham Island and unfortunately CADS had to move out of the AVEC building in October as it was due for demolition.

However, CADS continues its ethos to provide affordable studios across Sheffield and support creatives no matter their background or financial status and is actively searching for new studio spaces. We are currently in negotiations to take on a new building with a 15 year lease and are working to extend our leases on Exchange Street.

Our self-funded SpaceCADet programme, which gives 6 weeks of free space for projects or start-ups has had to be put on hold due to limitations on space and financial uncertainty due to the pandemic. As a temporary measure, we have extended this programme to ad-hoc hires of the Abbeydale Picturehouse, with artists and photographers using the space for free.

EVENTS

Our 5 year plan for The Abbeydale Picture House (APH), alongside the restoration, is to re-energise the space into a multifunctional community arts venue. By supporting independent artists and makers through subsidised hire fees, APH already provides an established platform for cultural activity and public participation that otherwise might not be possible.

Between Aug '20 and July '21, APH was limited in the cultural output in comparison to the same period in previous years, due to the Coronavirus pandemic. Every event from Aug until April was cancelled, as restrictions meant that events were either illegal or not financially viable. However, in April with the return of outdoor hospitality we were able to open our otherwise unused car park as a social event space. This meant that we were able to generate revenue for the building for the first time since forced closure in March 2020.

These outdoor events also brought new audiences to Abbeydale Picture House with approximately 4000 attendees each weekend. A knock on effect was more engagement online with 1500 new Instagram followers showing a reach to a new audience, and new marketing potential for future events.

New relationships with suppliers we made, particularly with a local brewery (Abbeydale Brewery) and this has led to talks about future collaborations. The event also provided paid work for 7 freelance event/production staff who had previously had no income, plus >7 hospitality staff.



After April, Coronavirus restrictions were partially lifted and indoor socially-distanced events were able to take place. Through collaborations with other Sheffield venues, and key promoter partners, we were able to offer a series of cultural events including gigs and film screenings, to our audiences. These took additional management to operate safely, and the venue hire fee was waived for most of the live music, with income generated solely from the bar. A selection of these events were;

- Supporting 2 small grassroots venues (Delicious Clam, Hatch) hosting fundraisers for their venues
- Yorkshire Silent Film Festival socially distanced film-screening (rescheduled Centenary event for the APH 100th birthday)
- Doc/Fest - a socially distanced festival, including several screenings and live-stream international Q+A sessions with directors, and the World Premiere of the new Mark Cousins film
- Premiere tour events of Don't Go Gentle, a new documentary film about the band IDLES, including a Q+A with the producer Lindsay Melbourne
- Richard Hawley, and John Grant did a Q+A as part of John Grant's new album launch
- Gigs with Strange Days Promotions, Black Country, New Road, and Katy J Pearson
- The Euros, which saw both the building, and Car Park used together for the first time since 2020 with a huge turnout

The feedback from the public was very positive to finally be able to enjoy live events again. Artists were equally ecstatic to be able to perform;

"What a luxurious experience for our first gig in 18 months! Abbeydale Picture House has kick started our energy and enthusiasm for live entertainment again! It felt quite daunting to perform live in front of an audience but the serene atmosphere created by Mark, Joseph and Ed ensured that together our night was filled with celebratory cheer for the return of live music and community!"

Lauren Dowling - Pot Pourri, Jun 2021

RESTORATION

A key focus in our restoration objective remains on the Abbeydale Picture House and opening as a fully licensed venue.

Restoration works were mainly stalled by the ongoing COVID-19 pandemic. For many months no works were able to take place due to lockdown measures preventing access. Fundraising efforts were focused more on surviving the pandemic restrictions rather than improving The Abbeydale Picture House. Nonetheless, some works were undertaken that are necessary for the building to gain a premises license. These included;

- Installation of a new CCTV system
- Construction of a new disabled access ramp to the front of the building
- Improvements to bannisters and windows
- Removal of unsafe insulation from the roof cavity

We have also enhanced the quality of the sound and lighting within the auditorium by investing in a brand new PA system and event lighting with DMX controllers. These upgrades mean we can cater for a wider range of events, attracting high profile bookings, as well as being able to create a much improved sound and visual experience for our audiences.

CADS received a grant from The Architectural Heritage Fund (AHF), Culture Recovery Fund strand to do development works to find alternative means of generating revenue from the building. The main focus of this was for the Fly Tower with the aim of making it into a separate venue space that can run independently or alongside the main auditorium. The grant covered expenditure for consultancy that included the development of;

- Feasibility studies
- Cash flow forecasts
- A new business plan specific to the Fly Tower
- A marketing strategy, branding identity for the Fly Tower and the building as a whole
- Architectural drawings for any proposed changes
- Interior design work
- Heritage statement - required to obtain listed building consent.

Though the grant was not for the inclusion of any capital works, the outcomes of the project will make it easier to obtain necessary funding to deliver the project, and give us a clear direction and brand identity to launch the project when ready.

COVID-19

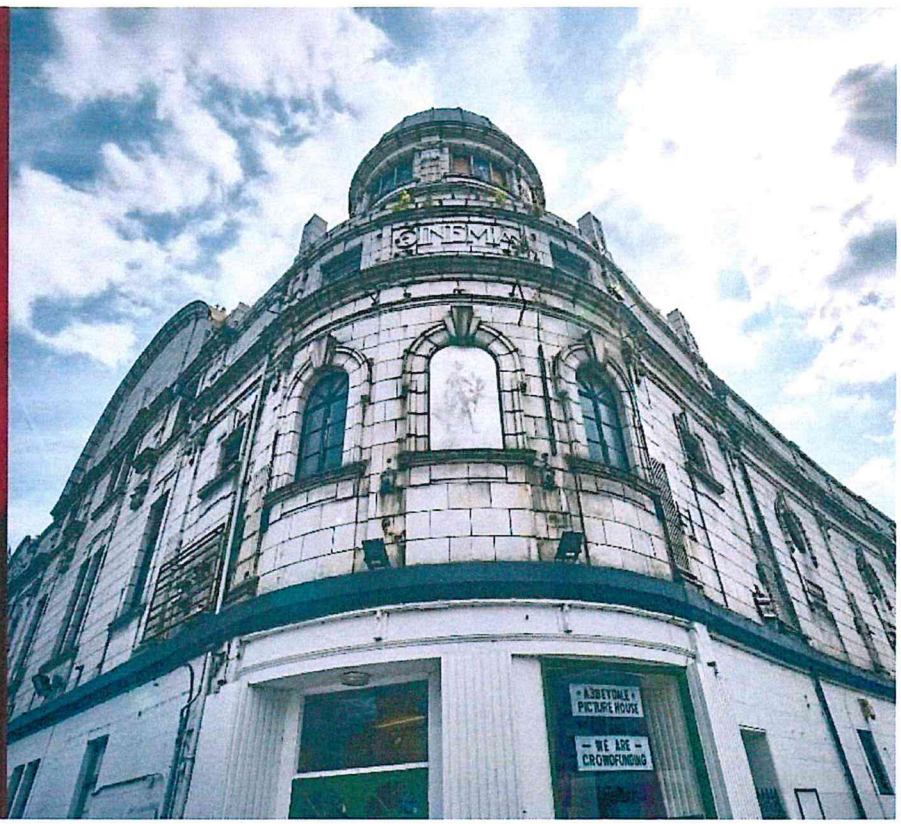
The Covid 19 pandemic took president most of this financial year, however, due to our work with eligible studio holders, helping them secure funding meant that we remained at 100% occupancy for most of the year. Some of the ex-retail units on Exchange Street in Castlegate were awarded further Covid Grant support, which allowed them to continue their dynamic cultural impact in a part of the city that is a focal point within the Sheffield City council and its regeneration plans.

Grants received to maintain financial stability during the pandemic were:

- Sheffield City Council Lockdown Business Support Grant
- Arts Council Cultural Recovery Fund (CRF)
- SME Restart & Recovery

These grants were mostly due to our work within the Abbeydale Picturehouse and were a huge part of mitigating the risk of continuing to lease the building throughout an extended period without events. They also gained us invaluable consultancy support to explore alternative revenue streams to create strategic plans for an uncertain future during the pandemic.





FINANCIAL REVIEW

The charity received £350,926 (2020: £248,269) of income during the year ended 31 July 2021 and expended £288,589 (2020: £213,588) showing a surplus of £62,337 (2020: £34,681). At 31 July 2021, the charity had restricted reserves of £84,262 (2020: £nil) and unrestricted reserves of £84,639 (2020: £106,564). The total reserves at 31 July 2021 were £168,901 (2020: £106,564).

It is the policy of CADS South Yorkshire Limited to aim to hold in reserves the equivalent of three months general running costs to include salary costs. This policy will be reviewed every twelve months.

CADS charitable activities are primarily self-funded with most of the businesses revenue earned through studio rental and space hire. This gives CADS a great freedom to operate outside the bounds of grant
funding and leaves it self-sufficient.

Our SpaceCADet program is entirely self-funded, as well as, our space hire subsidies for our event space.

For our restoration efforts at the Abbeydale Picturehouse, we have received grants specifically for professional services and capital works, such as the roof cavity insulation removal, planning permission documents and submission, and the disabled access ramp.

All grants and grant spending are monitored and reviewed monthly by the Finance Manager. Restricted grant spending is closely monitored and the required reports submitted to the funders.

The trustees has assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

RISK MANAGEMENT

The trustees have a risk management strategy which comprises:

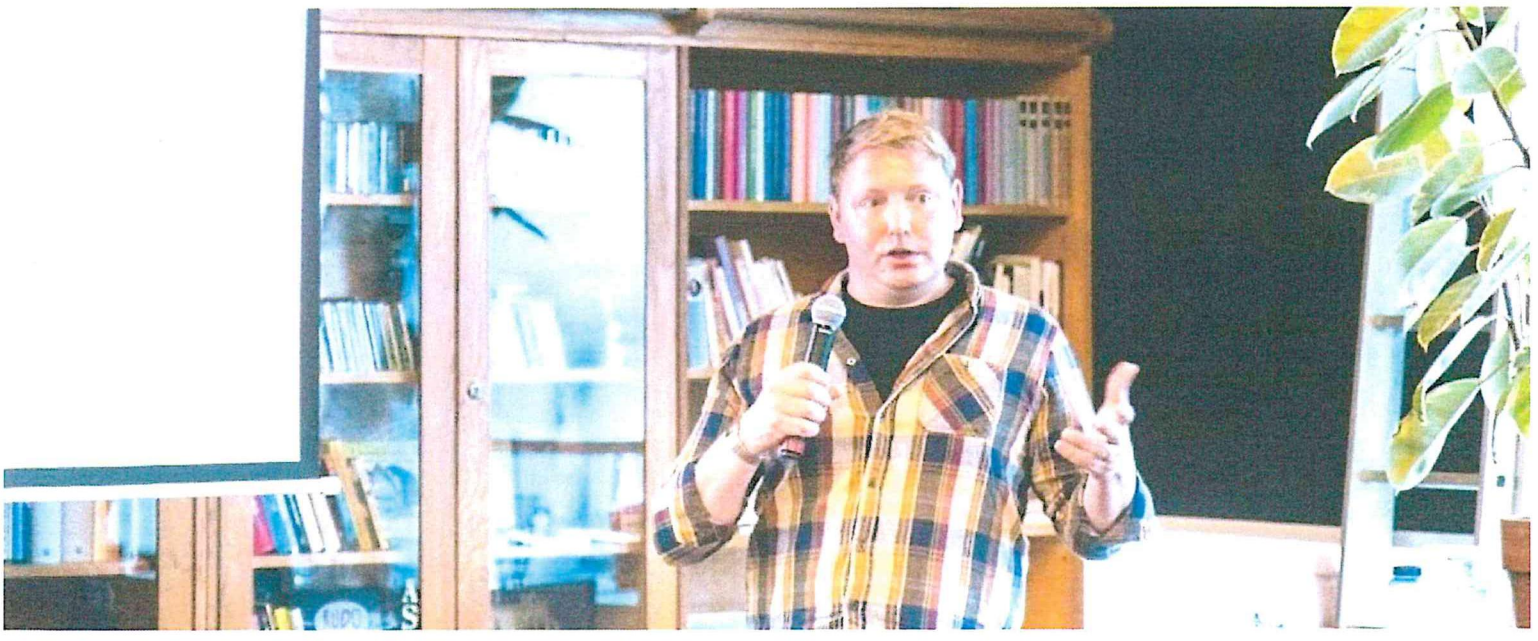
- An annual review of the risks that the charity may face;
- The establishment of systems and procedures to mitigate those risks identified in the plan; and
- The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

CADS FUTURE PLANS

Although the effects of the pandemic will weigh heavily on our activities both short term and long term at APH, it also presents opportunities for CADS, particularly in the studio complexes. The uptake for studios remains high and the negotiations for a new building are well under way, meaning we will be expanding our studio space footprint almost 100% by 2022.

The funding from AHF regarding the Fly Tower, also gives a new strategy and vision for the Abbeydale Picture House, in order to push the boundaries of its transformation into even more of a multi-purpose venue. Works on this feasibility project continue into next year with completion by December 2021.

We have also received a grant from the ReachFund in order to become more 'investment ready', which will help to streamline our operations in the coming year, tighten up governance and improve our financial forecasting to become poised for future funding or loan applications.



STRUCTURE, GOVERNANCE AND MANAGEMENT

The charitable company is a company limited by guarantee under the provision of the Companies Act 2006.
The charitable company is governed by its Memorandum and Articles of Association incorporated on 25 June 2012, as amended by a special resolution registered at Companies House on 27 March 2013, as amended by special resolutions dated 22 January 2018.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

S Rimmer
N Mosey
S Brown
Mr D Butlin (Appointed 26 May 2021)

RECRUITING AND APPOINTING NEW TRUSTEES

We have been looking to expand our board of trustees beyond its current capacity which is limited. We have been seeking new trustees who can bring expertise and experience with heritage, finance, business development, and funding. Expanding the board will become a higher priority in the medium term as we seek to draw down larger pots of funding for the restoration of The Abbeydale Picture House and consolidate our studio trading.

Our constitution states: A person qualified and wishing to become a trustee must be aged 18 years or over and must either be recommended by the Trustees or be nominated for election by a Trustee. A nomination for election from a member must be signed by that Trustee and by the person being nominated, and it must be lodged with the Secretary not less than 7 or more than 28 clear days before the date of the AGM. The nomination form must contain the same details as that required of a director by Companies House.

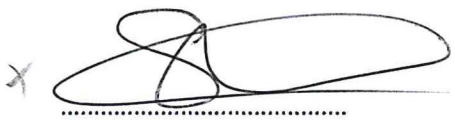
None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The charity is run by a board of 4 trustees working closely with the management team both on strategic and operational procedures. The trustees meet via Zoom on a quarterly basis but are in regular phone and email contact at other times. Trustee Stephen Rimmer works very closely with the CADS management team. Daniel Butlin was added to the board in May 2021 and is also a member of staff, managing fundraising.

TRUSTEE INDUCTION AND TRAINING

New board members undergo an orientation to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles, the board and decision making processes, the business plan and recent financial performance of the charity. During the induction process they meet other trustees.

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



S Rimmer
Trustee
Dated: 9th of March 2022

UHY Hacker Young
Chartered Accountants

6 Broadfield Court
Broadfield Way
Sheffield
S8 0XF

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CADS SOUTH YORKSHIRE LIMITED

I report to the trustees on my examination of the financial statements of CADS South Yorkshire Limited (the charitable company) for the year ended 31 July 2021.

Responsibilities and basis of report

As the trustees of the charitable company (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 charitable 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 the charitable company'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 charitable company'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 charitable company 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.

A Hulse BA FCA
UHY Hacker Young

Chartered Accountants

Dated: 9 March 2022

CADS SOUTH YORKSHIRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2021

	Notes	Unrestricted funds	Restricted funds	Total 2021	Unrestricted funds	Restricted funds	Total 2020
		£	£	£	£	£	£
Income from:							
Donations and legacies	3	60,782	107,753	168,535	49,849	17,614	67,463
Charitable activities	4	136,107	-	136,107	180,750	-	180,750
Other trading activities	5	46,271	-	46,271	-	-	-
Investments	6	13	-	13	56	-	56
Total income		243,173	107,753	350,926	230,655	17,614	248,269
Expenditure on:							
Raising funds	7	21,156	-	21,156	-	-	-
Charitable activities	8	239,427	28,006	267,433	213,588	-	213,588
Total resources expended		260,583	28,006	288,589	213,588	-	213,588
Net (outgoing)/ incoming resources before transfers		(17,410)	79,747	62,337	17,067	17,614	34,681
Gross transfers between funds		(4,515)	4,515	-	21,137	(21,137)	-
Net (expenditure)/income for the year/ Net movement in funds		(21,925)	84,262	62,337	38,204	(3,523)	34,681
Fund balances at 1 August 2020		106,564	-	106,564	68,360	3,523	71,883
Fund balances at 31 July 2021		84,639	84,262	168,901	106,564	-	106,564

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.

CADS SOUTH YORKSHIRE LIMITED

BALANCE SHEET

AS AT 31 JULY 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	**13**		69,223		55,394
Current assets					
Debtors	**14**	33,074		15,667	
Cash at bank and in hand		173,800		70,462	
		206,874		86,129	
Creditors: amounts falling due within one year	**16**	(64,696)		(34,959)	
Net current assets			142,178		51,170
Total assets less current liabilities			211,401		106,564
Creditors: amounts falling due after more than one year	**17**		(42,500)		-
Net assets			168,901		106,564
Income funds					
Restricted funds	**18**		84,262		-
Unrestricted funds			84,639		106,564
			168,901		106,564

CADS SOUTH YORKSHIRE LIMITED

BALANCE SHEET (CONTINUED)

AS AT 31 JULY 2021

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 July 2021.

The director acknowledges her 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 9 March 2022

S Rimmer
Trustee

Company Registration No. 08117742

1 Accounting policies

Charity information

CADS South Yorkshire Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 387 Abbeydale Road, Sheffield, South Yorkshire, S7 1FS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, 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 charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company 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 charitable company. 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

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. In making that assessment, the trustees have specifically considered the impact of the coronavirus on the operations of the charity, alongside actions taken to mitigate that impact. 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 charitable company 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 charitable company 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.

1 Accounting policies (continued)

1.5 Expenditure

Resources expenses are recognised in the year in which they are incurred, inclusive of irrecoverable VAT.

Charitable expenditure comprises costs incurred by the charity in the delivery of its activities and includes costs that can be allocated directly to such activities and costs of an indirect nature to support them.

Governance costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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:

Leasehold improvements	Over the remaining period of the lease
Fixtures and fittings	Straight line over 4 years

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.

Fixed assets costing less than £500 are not capitalised.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company 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 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.

1 Accounting policies (continued)

1.9 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company 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.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

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 charitable company 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.

1 Accounting policies (continued)

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 charitable company's contractual obligations expire or are discharged or cancelled.

1.10 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 charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

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

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charitable company'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. There are no judgements or estimates which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	50,225	107,753	157,978	49,849	17,614	67,463
Grants receivable for core activities	10,557	-	10,557	-	-	-
	60,782	107,753	168,535	49,849	17,614	67,463
Grants receivable for core activities						
Coronavirus Job Retention Scheme	10,557	-	10,557	-	-	-
	10,557	-	10,557	-	-	-

4 Charitable activities

	2021 £	2020 £
Sales within charitable activities	136,107	180,750

5 Other trading activities

	2021 £	2020 £
Trading activity income: other	46,271	-

6 Investments

	Total	Unrestricted funds
	2021	2020
	£	£
Interest receivable	13	56

7 Raising funds

	Unrestricted funds 2021	Total 2020
	£	£
Trading costs		
Other trading activities	21,156	-
	21,156	-

8 Charitable activities

	2021 £	2020 £
Staff costs	63,230	59,862
Depreciation and impairment	4,551	2,584
Community activities	47,218	5,913
Rent	66,483	59,493
Utilities	17,508	40,312
Office expenses	8,253	7,926
IT costs	1,730	2,172
Membership fees	600	2,483
Subscriptions	601	449
Insurance	26,261	17,159
Bank charges and interest	530	300
Advertising and public relations	533	424
Repairs and maintenance	16,826	2,506
Legal and professional fees	8,712	619
General expenses	1,936	767
Bad debts	181	7,928
	265,153	210,897
Share of governance costs (see note 9)	2,280	2,691
	267,433	213,588
Analysis by fund		
Unrestricted funds	239,427	213,588
Restricted funds	28,006	-
	267,433	213,588

9 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Independent examination fees	-	2,280	2,280	-	2,691	2,691
	-	2,280	2,280	-	2,691	2,691
Analysed between Charitable activities	-	2,280	2,280	-	2,691	2,691

Governance costs includes payments to the independent examiner of £900 (2020: £900) for independent examination fees and £1,380 (2020: £1,791) for other services.

10 Trustees

C. Rimmer (trustees' sister) received remuneration of £10,573 (2020: £8,560) and had pension contributions made of £317 (2020: £214) under her contract of employment with the charitable company.

D. Butlin received remuneration of £15,600 (2020: £nil) and had pension contributions made of £468 (2020: £nil) under his contract of employment with the charitable company.

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

11 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Trustees	3	3
Employees	4	4
Total	7	7

11 Employees (continued)

Employment costs	2021	2020
	£	£
Wages and salaries	59,852	55,732
Social security costs	1,432	2,402
Other pension costs	1,946	1,728
	63,230	59,862

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

12 Taxation

In view of the charitable objects of the company and of its registered charitable status, no taxation should be payable.

13 Tangible fixed assets

	Leasehold improvements	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 August 2020	57,087	2,456	59,543
Additions	3,049	15,330	18,379
At 31 July 2021	60,136	17,786	77,922
Depreciation and impairment			
At 1 August 2020	1,970	2,178	4,148
Depreciation charged in the year	2,625	1,926	4,551
At 31 July 2021	4,595	4,104	8,699
Carrying amount			
At 31 July 2021	55,541	13,682	69,223
At 31 July 2020	55,116	278	55,394

14 Debtors

Amounts falling due within one year:	2021 £	2020 £
Trade debtors	16,766	12,592
Other debtors	16,308	3,075
	33,074	15,667

15 Loans and overdrafts

	2021 £	2020 £
Bank loans	50,000	-
Payable within one year	7,500	-
Payable after one year	42,500	-

16 Creditors: amounts falling due within one year

	Notes	2021 £	2020 £
Bank loans	15	7,500	-
Other taxation and social security		-	219
Trade creditors		18,741	9,682
Other creditors		26,235	22,405
Accruals and deferred income		12,220	2,653
		64,696	34,959

17 Creditors: amounts falling due after more than one

	Notes	2021 £	2020 £
Bank loans	15	42,500	-

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:

	Movement in funds				Movement in funds			
	Balance at 1 August 2019	Incoming resources	Transfers	Balance at 1 August 2020	Incoming resources	Resources expended	Transfers	Balance at 31 July 2021
	£	£	£	£	£	£	£	£
Abbeydale Picture House Capital Works	3,523	17,614	(21,137)	-	68,498	(5,736)	8,445	71,207
AHF Fly Tower Project	-	-	-	-	19,040	(14,140)	-	4,900
Project - APH Licence Works - Professional Fees	-	-	-	-	7,500	(3,570)	(3,930)	-
SME Barnsley fund (covid recovery business support grant)	-	-	-	-	2,400	(2,400)	-	-
Reach fund	-	-	-	-	10,315	(2,160)	-	8,155
	3,523	17,614	(21,137)	-	107,753	(28,006)	4,515	84,262

Our restricted funds are made up of funds to complete capital works in order to progress our Phase 2 strategy for the restoration of the Abbeydale Picturehouse. We are very grateful to have received grants from The Pilgrims Trust & Arts Council England to enable the purchase and installation of a new fire alarm system.

19 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Fund balances at 31 July 2021 are represented by:						
Tangible assets	69,223	-	69,223	55,394	-	55,394
Current assets/(liabilities)	135,250	6,928	142,178	51,170	-	51,170
Long term liabilities	(42,500)	-	(42,500)	-	-	-
	161,973	6,928	168,901	106,564	-	106,564

20 Operating lease commitments

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

	2021	2020
	£	£
Within one year	24,000	24,000
Between two and five years	96,000	96,000
In over five years	406,000	430,000
	526,000	550,000

21 Events after the reporting date

Since the year end the Trustees were advised to obtain a structural report for the roof of the Abbeydale Picture House. This has revealed a fault with some of the plasterwork of its suspended ceiling resulting in the closure of the auditorium. The trustees have considered the impact of the closure on its forecasts. Whilst there will be a reduction in income due to the cancellation of certain events, the trustees are satisfied that the organisation will still be able to continue to trade and to meet its debts as they fall due.

22 Related party transactions

There are no other disclosable related party transactions.

CADS SOUTH YORKSHIRE LIMITED

England & Wales - Charity number 1151884

Accounts

CHARITY REGISTRATION NUMBER 1151884

COMPANY REGISTRATION NUMBER 08117742

CADS SOUTH YORKSHIRE LIMITED

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2020

CADS SOUTH YORKSHIRE LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S Rimmer N Mosey S Brown
Charity number	1151884
Company number	08117742
Registered office	387 Abbeydale Road Sheffield South Yorkshire S7 1FS
Independent examiner	A Hulse BA FCA UHY Hacker Young 6 Broadfield Court Sheffield S8 0XF
Bankers	HSBC Carmel House 49-63 Fargate Sheffield S1 2HD

CADS SOUTH YORKSHIRE LIMITED

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Balance sheet	9
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CADS SOUTH YORKSHIRE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 JULY 2020

The trustees present their report and financial statements for the year ended 31 July 2020.

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 charitable company's Memorandum and Articles of Association, 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 charitable company's objects are:
- To promote the arts for the benefit of the public through the provision of free or subsidies artistic events such as exhibitions, workshops or film screenings;
- to relieve the financial hardship by providing technical assistance, business advice or consultancy and affordable studio or project space to those who could not otherwise afford such through lack of means, in particular but not exclusively for people working in the arts industry;
- to preserve, restore and advance the historical, cultural and constructional heritage that may exist in the building occupied by the charity; and
- to generally improve the urban landscape where the trustees see fit for the benefit of the general public residing in or visiting Sheffield or any other location where the charity may be active.

The strategies employed to achieve the charity’s objectives are to:

Offer opportunities for a broad range of people to get involved in arts activity exploring their own creative powers

Provide facilities for everyone which allow individuals to pursue their creative interests on any level, including the provision of free or subsidised space to those without financial means

Provide help and advice to studio holders to help them advance their business idea or creative pursuit

Using surplus from business activities to fund restoration, repairs and maintenance in our heritage building

Bringing a diverse programme of events to our event spaces

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

The charities activities provide buildings, facilities and open space in the Sheffield region.

Achievements and performance

Studios

The charity's portfolio comprised of two large studio hubs, AVEC & Eagle Works, ex-retail units on Exchange Street, and a small number of studios at Clarence Works and The Abbeydale Picture House. CADS continues its ethos to provide affordable studios across Sheffield and support creatives no matter their background or financial status.

Our self-funded SpaceCADet programme, which gives 6 weeks of free space for projects or start-ups has continued this year at a reduced capacity due to us being limited to what spaces we have free, we did have one 8 week project on the scheme which was concerned with Augmented Reality and concluded with an AR art piece being exhibited.

Towards the end of the period the Covid 19 Pandemic took hold and between March-May 2020 we had a number of studio holders leave due to childcare commitments etc. as well as having to give rent holidays to others who were struggling to meet their rent commitments.

From around May onwards we found demand for our spaces had returned to normal levels and we moved back closer to 100% occupancy across all of our sites. The pandemic hit a number of our studio holders quite hard, especially those in the events business and supply chain businesses such as wedding photographers and florists. CADS guided all of our eligible studio holders through the process of applying for the various grants available at the time and we're proud to say that this allowed all of these businesses to stay in operation.

The AVEC building, one of our main studio hubs is due for demolition so we are due to move out of there in September 2020, we are working tirelessly to secure a replacement building which we hope to have achieved by spring of 2021.

Events

Our 5 year plan for The Abbeydale Picture House (APH), alongside the restoration, is to re-energise the space into a multifunctional community arts venue. By supporting independent artists and makers through subsidised hire fees, APH already provides an established platform for cultural activity and public participation that otherwise might not be possible.

Between Aug '19 and early March '20, APH was able to play host to a variety of events and hires before the government restrictions due to the pandemic forced closure. 90% of the event hire fees were subsidized in order to support artistic and cultural activity within the building. A selection of these were;

- an independent film production company, shooting an indie horror film
- a screening of Star Wars - one of the first times the film has been available to screen for a community cinema
- the 2020 Indie Beer Feast which hosted 1800 people across two days and supported numerous independent and local businesses
- Flying Donkey Events - specialising in live music and international artists
- an exhibition by Darren O'Brien, launching a book of local photography
- The Spirit of Independence Micro Budget Film Festival

Like all event spaces the Picture House has been hit very hard by the Covid Pandemic. Our busiest period for events is between March-October so we've had to cancel all of our events at a very inopportune moment. However, we have applied for and received various grants to cover us for the short term and are confident we can keep the building ticking over until we are able to host events again. We have not been idle during this time and have used the event free period to do much needed improvements to the buildings as well as freeing up time for grant applications etc pertaining to the renovation of the building.

Restoration

A key focus in our restoration objective remains on the Abbeydale Picture House and opening as a fully licensed venue.

Costly improvements, such as the fire alarm, were achieved through grants from the Pilgrims Trust and the Arts Council, for which we are most grateful for - this was completed in March. Works to the rear access ramp continued. Most importantly, a decision from the fire service in February meant that the ramp does not need to be fully replaced before opening as a licensed venue. Temporarily closing the attached fire escapes whilst ongoing works to the ramp continued would not detrimentally impact the capacity of the venue. This means that only some smaller works need to be completed before the license could be finally signed off. However these works were postponed by the onset of the COVID-19 pandemic.

Once able to resume, works towards the license will include the creation of a new disabled access ramp to the front of the building, completion of an up to date structural report, and some smaller remedial works around the building.

Work towards the second phase of our strategy in the building can also begin whilst the smaller license related works are completed. The second phase will focus more on improving the capacity of the building when licensed; enhancing equipment and features in the main auditorium, works to improve the fly tower as a separate venue space, and works to reopen the auditorium balcony to the public.

Covid-19

The final four months of this financial year coincided with the beginning of the Covid-19 pandemic and resulting restrictions in the UK. CADS has successfully acquired funding to be able to maintain financial stability in the form of the Sheffield City Council Business Rates grant and the Arts Council Emergency Covid Grant. CADS is in the process of applying for the Arts Council Cultural Recovery Fund, in order to obtain financial support to be able to continue events and cultural engagement through events, within the social distancing guidelines and reduced capacity.

Fortunately, the pandemic hasn’t had as large an effect on studio uptake and income as first feared and this has gone a lot of the way to mitigating the risk of continuing to lease Abbeydale Picture House throughout an extended period without events. This was helped by CADS very quickly ensuring that all of their studio spaces were Covid safe with the required signage as well as availability of sanitizer etc at all CADS sites in the very early stages of the lockdown.

Aside from the pandemic this has been an important year in the evolution of CADS and especially The Abbeydale Picture House, works are ongoing and have been budgeted for in a way unlikely to be affected by the pandemic, studio income remains steady and demand for CADS’ spaces has never been higher. Covid is a challenge for CADS but it also presents opportunities both now and in the future, lockdown has proved that decentralised working could play a much bigger role in the future leading to more demand for studios and small offices. In addition to this people have become more appreciative of the social aspect of work now it has been taken away from them which again helps push the idea of CADS studio complexes and shared work spaces. Even the Abbeydale Picture House could come out of the pandemic well after various new grants have/will be announced for the arts and heritage sectors and the enforced closure of the building means that essential works could be done much quicker allowing the Picture House to be in the best possible position to open as a fully equipped and licensed venue in the post-covid landscape.

Financial review

The charity received £248,269 (2019: £272,716) of income during the year ended 31 July 2020 and expended £213,588 (2019: £215,088) showing a surplus of £34,681 (2019: £57,628). At 31 July 2020, the charity had restricted reserves of £nil (2019: £3,523) and unrestricted reserves of £106,564 (2019: £68,360). The total reserves at 31 July 2020 were £106,564 (2019: £71,883), of which £51,170 were freely available.

It is the policy of CADS South Yorkshire Limited to aim to hold in reserves the equivalent of three months general running costs to include salary costs. This policy will be reviewed every twelve months.

CADS charitable activities are primarily self-funded with most of the businesses revenue earned through studio rental and space hire. This gives CADS a great freedom to operate outside the bounds of grant funding and leaves it self-sufficient.

Our SpaceCADet program is entirely self-funded, as well as, our space hire subsidies for our event space.

For our restoration efforts at the Abbeydale Picturehouse, we have received grants specifically for capital works, such as the 1st floor toilet renovation and the fire alarm system, in order to complete necessary licence requirements.

All grants and grant spending are monitored and reviewed monthly by the Finance Manager. Restricted grant spending is closely monitored and the required reports submitted to the funders.

The trustees has assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

<u>Risk Management</u>

The trustees have a risk management strategy which comprises:

An annual review of the risks that the charity may face;

The establishment of systems and procedures to mitigate those risks identified in the plan; and

The implementation of procedures designed to minimise any potential impact on the charity should those risks materialise.

CADS Future Plans

CADS's plans for the near future are mainly concerned with keeping the charity solvent and trading throughout the Covid 19 pandemic as well as putting itself in as best a position possible for the return to normality when the pandemic has been contained. CADS believes the studio side of the business is unlikely to suffer too much from the effects of the pandemic as most spaces are private and occupied by a single person so are unlikely to be cause for concern with regards viral transmission. The main area of the business to suffer from the affects of the pandemic is events, specifically at The Abbeydale Picture House. CADS is not confident it will be able to host any events for the rest of 2020 and even into 2021 due to the effects of the pandemic and government guidelines with regards social distancing and large events. CADS is hoping that the use of the furlough scheme, government grants and grants from other bodies will be able to see the Picture House through the 20/21 financial year with the aim to restart events around the start of the 21/22 financial year if not before. CADS has also been in discussions with the landlord at The Abbeydale Picture House about a rent holiday or rent free period to help CADS through the pandemic but these are still ongoing.

Looking further into the future and past the pandemic CADS aims to continue to grow its studio offering by taking on a new building as soon as this is viable. CADS has been in discussions about taking on a large building which would nearly double its studio provision but talks have stalled due to the pandemic. CADS aims to resume these talks as soon as feasible with the hope of taking on a building towards the beginning of the 21/22 financial year, CADS will also be seeking more favourable terms including a lower headline rent and a longer rent free period to offset some of the effects of the pandemic and to draw themselves more in line with the post-pandemic property landscape.

In addition, CADS is hoping that during the time without events works at the Abbeydale Picture House will be able to progress more quickly than planned with the aim that all works required for the premises licence be completed by the time events are able to take place at full capacity. The licence will allow CADS to move forward with its aim to make The Abbeydale Picture House a nationally recognised venue for music, performance and cinema as well as providing much needed income from non primary purpose trading such as weddings which can be used to further CADS charitable objectives.

Structure, governance and management

The charitable company is a company limited by guarantee under the provision of the Companies Act 2006. The charitable company is governed by its Memorandum and Articles of Association incorporated on 25 June 2012, as amended by a special resolution registered at Companies House on 27 March 2013, as amended by special resolutions dated 22 January 2018.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

S Rimmer
N Mosey
S Brown

Recruiting and appointing new Trustees

We have been looking to expand our board of trustees beyond its current capacity which is limited. We have been seeking new trustees who can bring expertise and experience with heritage, finance, business development, and funding. Expanding the board will become a higher priority in the medium term as we seek to draw down larger pots of funding for the restoration of The Abbeydale Picture House and consolidate our studio trading.
Our constitution states: A person qualified and wishing to become a trustee must be aged 18 years or over and must either be recommended by the Trustees or be nominated for election by a Trustee. A nomination for election from a member must be signed by that Trustee and by the person being nominated, and it must be lodged with the Secretary not less than 7 or more than 28 clear days before the date of the AGM. The nomination form must contain the same details as that required of a director by Companies House.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The charity is run by a board of 3 trustees working closely with the management team both on strategic and operational procedures. The trustees meet in person on a quarterly basis but are in regular phone and email contact at other times. Trustee Stephen Rimmer works very closely with the CADS management team.

Trustee Induction and Training
New board members undergo an orientation to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles, the board and decision making processes, the business plan and recent financial performance of the charity. During the induction process they meet other trustees.

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

S Rimmer
Trustee
Dated: 29 April 2021

6 Broadfield Court
Broadfield Way
Sheffield
S8 0XF

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CADS SOUTH YORKSHIRE LIMITED

I report to the trustees on my examination of the financial statements of CADS South Yorkshire Limited (the charitable company) for the year ended 31 July 2020.

Responsibilities and basis of report

As the trustees of the charitable company (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 charitable 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 the charitable company'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

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 charitable company 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.

A Hulse BA FCA
UHY Hacker Young

Chartered Accountants

Dated: 29 April 2021

CADS SOUTH YORKSHIRE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2020

	Notes	Unrestricted funds	Restricted funds	Total 2020	Unrestricted funds as restated	Restricted funds as restated	Total 2019 as restated
		£	£	£	£	£	£
Income from:							
Donations and legacies	**3**	49,849	17,614	67,463	324	41,020	41,344
Charitable activities	**4**	180,750	-	180,750	231,372	-	231,372
Investments	**5**	56	-	56	-	-	-
Total income		230,655	17,614	248,269	231,696	41,020	272,716
Expenditure on:							
Raising funds	**6**	-	-	-	-	3,103	3,103
Charitable activities	**7**	213,588	-	213,588	211,985	-	211,985
Total resources expended		213,588	-	213,588	211,985	3,103	215,088
Net incoming resources before transfers		17,067	17,614	34,681	19,711	37,917	57,628
Gross transfers between funds		21,137	(21,137)	-	34,394	(34,394)	-
Net income/(expenditure) for the year/ Net movement in funds		38,204	(3,523)	34,681	54,105	3,523	57,628
Fund balances at 1 August 2019		68,360	3,523	71,883	14,255	-	14,255
Fund balances at 31 July 2020		106,564	-	106,564	68,360	3,523	71,883

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.

CADS SOUTH YORKSHIRE LIMITED

BALANCE SHEET

AS AT 31 JULY 2020

	Notes	2020		2019 as restated	
		£	£	£	£
Fixed assets					
Tangible assets	**12**		55,394		35,286
Current assets					
Debtors	**13**	15,667		25,060	
Cash at bank and in hand		70,462		27,062	
		86,129		52,122	
Creditors: amounts falling due within one year	**14**	(34,959)		(15,525)	
Net current assets			51,170		36,597
Total assets less current liabilities			106,564		71,883
Income funds					
Restricted funds	**16**		-		3,523
Unrestricted funds			106,564		68,360
			106,564		71,883

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 July 2020.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the 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 company.

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 29 April 2021

S Rimmer
Trustee

Company Registration No. 08117742

1 Accounting policies

Charity information

CADS South Yorkshire Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is 387 Abbeydale Road, Sheffield, South Yorkshire, S7 1FS.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles of Association, 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 charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company 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 charitable company. 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.

Restatement of comparative financial information

The 2019 financial statements were not prepared under the Charities SORP. Accordingly this is the first year in which the SORP has been adopted and, where necessary, balances have been restated. In addition (i) the Company was incorrectly charged to Corporation tax in the prior year of £1,269 and (ii) capital expenditure for leasehold improvements totalling £34,394 was incorrectly expensed. As a result of the changes, net assets originally reported of £32,346 have been restated to £71,883.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. In making that assessment, the trustees have specifically considered the impact of the coronavirus on the operations of the charity, alongside actions taken to mitigate that impact. 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 charitable company 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.

1 Accounting policies (Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charitable company 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.

1.5 Expenditure

Resources expenses are recognised in the year in which they are incurred, inclusive of irrecoverable VAT.

Charitable expenditure comprises costs incurred by the charity in the delivery of its activities and includes costs that can be allocated directly to such activities and costs of an indirect nature to support them.

Governance costs are those costs incurred in connection with the administration of the charity and compliance with constitutional and statutory requirements.

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:

Leasehold improvements	Over the remaining period of the lease
Fixtures and fittings	Straight line over 4 years

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.

Fixed assets costing less than £500 are not capitalised.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company 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 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.

1 Accounting policies **(Continued)**

1.9 Financial instruments

The charitable company 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 charitable company's balance sheet when the charitable company 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.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

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 charitable company 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.

1 Accounting policies (Continued)

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 charitable company's contractual obligations expire or are discharged or cancelled.

1.10 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 charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

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

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charitable company'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. There are no judgements or estimates which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020	2020	2020	2019	2019	2019
	£	£	£	£	£	£
Donations and gifts	49,849	17,614	67,463	324	41,020	41,344

4 Charitable activities

	2020	2019
	£	£
Sales within charitable activities	180,750	231,372

5 Investments

	Total	Total
	2020	2019
	£	£
Interest receivable	56	-

6 Raising funds

	Total 2020	Total 2019
	£	£
Fundraising and publicity		
Seeking donations, grants and legacies	-	3,103
	-	3,103

7 Charitable activities

	2020 £	2019 £
Staff costs	59,862	52,518
Depreciation and impairment	2,584	608
Community activities	5,913	13,136
Rent	59,493	46,786
Utilities	40,312	48,234
Office expenses	7,926	9,973
IT costs	2,172	2,342
Membership fees	2,483	1,106
Subscriptions	449	1,108
Insurance	17,159	17,608
Bank charges and interest	300	565
Advertising and public relations	424	1,519
Repairs and maintenance	2,506	2,519
Legal and professional fees	619	2,000
General expenses	767	4,317
Bad debts	7,928	6,001
	210,897	210,340
Share of governance costs (see note 8)	2,691	1,645
	213,588	211,985

8 Support costs

	Support costs £	Governance costs £	2020 £	Support costs £	Governance costs £	2019 £
Independent examination fees	-	2,691	2,691	-	1,645	1,645
	-	2,691	2,691	-	1,645	1,645
Analysed between Charitable activities	-	2,691	2,691	-	1,645	1,645

Governance costs includes payments to the independent examiner of £900 (2019: £nil) for independent examination fees and £1,791 (2019: £nil) for other services.

9 Trustees

C. Rimmer (trustees' sister) received remuneration of £8,560 (2019: £8,016) and had pension contributions made of £214 (2019: £nil) under her contract of employment with the charitable company.

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

10 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Trustees	3	3
Employees	4	4
	7	7

Employment costs	2020 £	2019 £
Wages and salaries	55,732	47,910
Social security costs	2,402	2,214
Other pension costs	1,728	2,394
	59,862	52,518

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

11 Taxation

In view of the charitable objects of the company and of its registered charitable status, no taxation should be payable.

12 Tangible fixed assets

	Leasehold improvements	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 August 2019	34,394	2,456	36,850
Additions	22,692	-	22,692
At 31 July 2020	57,086	2,456	59,542
Depreciation and impairment			
At 1 August 2019	-	1,564	1,564
Depreciation charged in the year	1,970	614	2,584
At 31 July 2020	1,970	2,178	4,148
Carrying amount			
At 31 July 2020	55,116	278	55,394
At 31 July 2019	34,394	892	35,286

13 Debtors

	2020	2019
Amounts falling due within one year:	£	£
Trade debtors	12,592	25,060
Other debtors	3,075	-
	15,667	25,060

14 Creditors: amounts falling due within one year

	2020	2019
	£	£
Other taxation and social security	219	-
Trade creditors	9,682	4,528
Other creditors	22,405	10,997
Accruals and deferred income	2,653	-
	34,959	15,525

15 Retirement benefit schemes

Defined contribution schemes

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £1,728 (2019 - £2,394).

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:

	Movement in funds				Movement in funds		
	Incoming resources	Resources expended	Transfers	Balance at 1 August 2019	Incoming resources	Transfers	Balance at 31 July 2020
	£	£	£	£	£	£	£
Abbeydale Picture House Capital Works	41,020	(3,103)	(34,394)	3,523	17,614	(21,137)	-

Our restricted funds are made up of funds to complete capital works in order to progress our Phase 2 strategy for the restoration of the Abbeydale Picturehouse. We are very grateful to have received grants from The Pilgrims Trust & Arts Council England to enable the purchase and installation of a new fire alarm system.

17 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020	2020	2020	2019	2019	2019
	£	£	£	£	£	£
Fund balances at 31 July 2020 are represented by:						
Tangible assets	55,394	-	55,394	35,286	-	35,286
Current assets/ (liabilities)	51,170	-	51,170	33,074	3,523	36,597
	106,564	-	106,564	68,360	3,523	71,883

18 Operating lease commitments

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

	2020	2019
	£	£
Within one year	24,000	18,750
Between two and five years	96,000	96,000
In over five years	430,000	454,000
	550,000	568,750

19 Events after the reporting date

As referred to in the going concern section of the accounting policies, the trustees are monitoring the situation regarding the coronavirus and any impact it may have on the charity. Given the current uncertainties, any longer term financial effect cannot be estimated.

20 Related party transactions

There are no other disclosable related party transactions.