

Denbigh Museum/Amgueddfa Dinbych
Company Limited by Guarantee
Unaudited Financial Statements
31 August 2021

JONES & GRAHAM
Chartered Certified Accountants
45 Vale Street
DENBIGH
Denbighshire
LL16 3AH

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Financial Statements

Year ended 31 August 2021

	Page
Directors' annual report (incorporating the director's report)	1
Chartered certified accountants report to the board of trustees on the preparation of the unaudited statutory financial statements	4
Statement of financial activities (including income and expenditure account)	5
Statement of financial position	6
Statement of cash flows	8
Notes to the financial statements	9
The following pages do not form part of the financial statements	
Detailed statement of financial activities	18
Notes to the detailed statement of financial activities	20

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Directors' Annual Report (Incorporating the Director's Report)

Year ended 31 August 2021

The directors, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 August 2021.

Reference and administrative details

Registered charity name Denbigh Museum/Amgueddfa Dinbych

Charity registration number 1152905

Company registration number 08179609

Principal office and registered office Church House
High Street
St Asaph
Denbighshire
LL17 0RD

The directors

Ms S K W Grey-Lloyd

Mrs V Jones

Mrs A K Larsen

Mr R Snelson

Mr M Ff Williams

Mr A. Gray

Mr C Wynne

Mr D. Davies

Mrs C. Harries

Mr M Jones

Mr G Jones

(Appointed 19 May 2021)

M/s M Jones

(Appointed 19 May 2021)

Company secretary Owain Llyr Williams

Accountants Jones & Graham
Chartered Certified Accountants
45 Vale Street
DENBIGH
Denbighshire
LL16 3AH

Structure, governance and management

Denbigh Museum/Amgueddfa Dinbych is a company limited by guarantee with charitable status. The day to day management of the organisation is undertaken by a management committee which met for the first time on 12th March 2014. The management committee meets every 6 weeks and reports to the Board of Trustees who are also Directors of the company. The directors are elected at the AGM every year by members of Denbigh Museum/Amgueddfa Dinbych to operate on their behalf in accordance with the constitution.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Directors' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2021

Objectives and activities

The objects of the Charity are specifically restricted to the following: -

1) to establish and maintain a strictly accredited museum for the benefit of the public 2) to promote art and history for the benefit of the public by the establishment and maintenance of a museum 3) to advance education by the establishment and maintenance of a museum 4) to have power to hold and/or own collections.

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities.

Achievements and performance

The Museum's activities have been severely hampered by the coronavirus pandemic. Government restrictions introduced in March 2020 saw all museums closed. These restrictions were eased and reimposed throughout 2020 and into 2021 to deal with the fluctuations in the level of virus circulating in the community.

On the occasions when museums and other visitor attractions were permitted to reopen, the measures required to comply with the guidance, for the limited number of visitors anticipated, was considered financially unsustainable to do so.

In the autumn of 2020 Board and Management meetings resumed online. This included the delayed 2019 AGM, which was held in January 2021, and the 2020 AGM (in April).

Relocation to the former Denbigh College was also delayed because of the pandemic. The purchase of the building by Vale of Clwyd Mind was completed in November 2020. A new design team was formed in 2021 to review the initial design and progress the project. By summer 2021 it was anticipated that the museum would be able to relocate mid 2022. The continued support of Grwp Cynefin has been invaluable in this matter.

Financial review

The Museum's income through donations and sales were naturally affected by the prolonged closure although that from hiring continued.

Welsh Government's financial support through its Economic Resilience Fund has been key to supporting the Museum throughout the pandemic. In January 2021 the museum's lottery fund raising scheme commenced which has proved popular and generated much needed income.

The Finance Subcommittee continues to look at further fundraising options.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Directors' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2021

Plans for future periods

The main aims of the Board for the next year are to explore further sources of revenue/income generation thereby becoming financially sustainable with less reliance on donations and grants. The Board will also continue with its preparations for the relocation to the former college building (likely to be mid 2022) which will be a step forward to achieving accreditation status.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The directors' annual report was approved on 30 MARCH 2022 and signed on behalf of the board of trustees by:



Mr M Ff Williams
Director



Mr C Wynne
Director

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Chartered Certified Accountants Report to the Board of Trustees on the Preparation of the Unaudited Statutory Financial Statements of Denbigh Museum/Amgueddfa Dinbych

Year ended 31 August 2021

As described on the statement of financial position, the directors of the charity are responsible for the preparation of the financial statements for the year ended 31 August 2021, which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes.

You consider that the charity is exempt from an audit under the Companies Act 2006.

In accordance with your instructions we have compiled these financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and from information and explanations supplied to us.

JONES & GRAHAM
Chartered Certified Accountants

45 Vale Street
DENBIGH
Denbighshire
LL16 3AH

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 August 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	27,350	27,350	27,968
Other trading activities	6	9,610	9,610	5,250
Investment income	7	7	7	41
Other income	8	920	920	890
Total income		<u>37,887</u>	<u>37,887</u>	<u>34,149</u>
Expenditure				
Expenditure on raising funds:				
Expenditure on charitable activities	10,11	12,480	12,480	9,364
Total expenditure		<u>12,480</u>	<u>12,480</u>	<u>9,364</u>
Net income and net movement in funds		<u>25,407</u>	<u>25,407</u>	<u>24,785</u>
Reconciliation of funds				
Total funds brought forward		55,875	55,875	31,090
Total funds carried forward		<u>81,282</u>	<u>81,282</u>	<u>55,875</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 9 to 16 form part of these financial statements.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Statement of Financial Position

31 August 2021

	Note	2021 £	£	2020 £
Fixed assets				
Tangible fixed assets	14		638	1,411
Current assets				
Stocks	15	135		135
Debtors	16	47		1,050
Cash at bank and in hand		81,952		55,790
		82,134		56,975
Creditors: amounts falling due within one year	17	906		1,342
Net current assets			81,228	55,633
Total assets less current liabilities			81,866	57,044
Creditors: amounts falling due after more than one year	18		584	1,169
Net assets			81,282	55,875
Funds of the charity				
Unrestricted funds			81,282	55,875
Total charity funds	21		81,282	55,875

For the year ending 31 August 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

The statement of financial position
continues on the following page.

The notes on pages 9 to 16 form part of these financial statements.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 August 2021

These financial statements were approved by the board of trustees and authorised for issue on 30/03/2022., and are signed on behalf of the board by:



Mr M Ff Williams
Director

The notes on pages 9 to 16 form part of these financial statements.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 August 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income	25,407	24,785
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	773	1,063
Government grant income	(585)	(585)
Other interest receivable and similar income	(7)	(41)
Accrued (income)/expenses	(436)	370
<i>Changes in:</i>		
Trade and other debtors	1,003	(1,050)
Cash generated from operations	26,155	24,542
Interest received	7	41
Net cash from operating activities	<u>26,162</u>	<u>24,583</u>
Net increase in cash and cash equivalents	26,162	24,583
Cash and cash equivalents at beginning of year	55,790	31,207
Cash and cash equivalents at end of year	<u>81,952</u>	<u>55,790</u>

The notes on pages 9 to 16 form part of these financial statements.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 August 2021

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Church House, High Street, St Asaph, Denbighshire, LL17 0RD.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements may require management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the directors for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

All fixed assets are initially recorded at cost.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures & fittings	- 20% straight line
Equipment	- 25% straight line

Impairment of fixed assets

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

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

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

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

Denbigh Museum/Amgueddfa Dinbych is a registered charity, being a company limited by guarantee. The number of Trustees as at 31/08/2021 was 12.

Warranty liability restricted to £1 per trustee

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
General donations	6,565	6,565	1,183	1,183

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Grants				
Denbigh Town Council Grant	—	—	1,200	1,200
Swayne Johnson Charity Grant	200	200	—	—
Denbs C C - Business Rate Grant	20,000	20,000	25,000	25,000
Government grant income	585	585	585	585
	<u>27,350</u>	<u>27,350</u>	<u>27,968</u>	<u>27,968</u>

6. Other trading activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Social lotteries	6,460	6,460	—	—
Car parking fees	3,150	3,150	5,250	5,250
	<u>9,610</u>	<u>9,610</u>	<u>5,250</u>	<u>5,250</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	7	7	41	41

8. Other income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Room hire & subsistence	920	920	890	890

9. Costs of raising donations and legacies

Total Funds 2021 £	Total Funds 2020 £
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10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Support costs	12,480	12,480	9,364	9,364

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

11. Expenditure on charitable activities by activity type

	Support costs	Total funds 2021	Total fund 2020
	£	£	£
Governance costs	12,480	<u>12,480</u>	<u>9,364</u>

12. Net income

Net income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	<u>773</u>	<u>1,063</u>

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

14. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 September 2020 and 31 August 2021	<u>2,045</u>	<u>3,929</u>	<u>5,974</u>
Depreciation			
At 1 September 2020	1,934	2,629	4,563
Charge for the year	111	662	773
At 31 August 2021	<u>2,045</u>	<u>3,291</u>	<u>5,336</u>
Carrying amount			
At 31 August 2021	<u>—</u>	<u>638</u>	<u>638</u>
At 31 August 2020	<u>111</u>	<u>1,300</u>	<u>1,411</u>

15. Stocks

	2021	2020
	£	£
Raw materials and consumables	<u>135</u>	<u>135</u>

16. Debtors

	2021	2020
	£	£
Trade debtors	—	1,050
Prepayments and accrued income	<u>47</u>	<u>—</u>
	<u>47</u>	<u>1,050</u>

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

17. Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	<u>906</u>	<u>1,342</u>

18. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Accruals and deferred income	<u>584</u>	<u>1,169</u>

19. Deferred income

	2021	2020
	£	£
At 1 September 2020	1,169	1,754
Amount released to income	<u>(585)</u>	<u>(585)</u>
At 31 August 2021	<u>584</u>	<u>1,169</u>

20. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2021	2020
	£	£
Recognised in creditors:		
Deferred government grants due after more than one year	<u>584</u>	<u>1,169</u>
Recognised in income from donations and legacies:		
Government grants income	<u>585</u>	<u>585</u>

21. Analysis of charitable funds

Unrestricted funds

	At 1 September 2020	Income	Expenditure	At 31 August 20 21
	£	£	£	£
General funds	<u>55,875</u>	<u>37,887</u>	<u>(12,480)</u>	<u>81,282</u>

	At 1 September 2019	Income	Expenditure	At 31 August 20 20
	£	£	£	£
General funds	<u>31,090</u>	<u>34,149</u>	<u>(9,364)</u>	<u>55,875</u>

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 August 2021

22. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	2021 £
Tangible fixed assets	638	638
Current assets	82,134	82,134
Creditors less than 1 year	(906)	(906)
Creditors greater than 1 year	(584)	(584)
Net assets	81,282	81,282

	Unrestricted Funds	Total Funds
	£	2020 £
Tangible fixed assets	1,411	1,411
Current assets	56,975	56,975
Creditors less than 1 year	(1,342)	(1,342)
Creditors greater than 1 year	(1,169)	(1,169)
Net assets	55,875	55,875

23. Analysis of changes in net debt

	At 1 Sep 2020	Cash flows	At 31 Aug 2021
	£	£	£
Cash at bank and in hand	55,790	26,162	81,952

24. Related parties

No transactions with related parties were undertaken such as are required to be disclosed under Financial Reporting Standard 8.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Management Information

Year ended 31 August 2021

The following pages do not form part of the financial statements.

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 August 2021

	2021 £	2020 £
Income and endowments		
Donations and legacies		
General donations	6,565	1,183
Denbigh Town Council Grant	—	1,200
Swayne Johnson Charity Grant	200	—
Denbighshire C C - Business Rate Grant	20,000	25,000
Government grant income	585	585
	<u>27,350</u>	<u>27,968</u>
Other trading activities		
Social lotteries	6,460	—
Car parking fees	3,150	5,250
	<u>9,610</u>	<u>5,250</u>
Investment income		
Bank interest receivable	7	41
	<u>7</u>	<u>41</u>
Other income		
Room hire & subsistence	920	890
	<u>920</u>	<u>890</u>
Total income	<u>37,887</u>	<u>34,149</u>

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Detailed Statement of Financial Activities *(continued)*

Year ended 31 August 2021

	2021 £	2020 £
Expenditure		
Costs of raising donations and legacies		
Opening stock	135	135
Closing stock	135	135
	<u>—</u>	<u>—</u>
Expenditure on charitable activities		
Rates and water	410	521
Light and heat	4,056	2,972
Repairs and maintenance	1,373	1,852
Insurance	1,712	1,593
Other establishment	571	—
Legal and professional fees	780	816
Telephone	371	538
Other office costs	399	9
Depreciation	773	1,063
Lottery Prizes	2,035	—
	<u>12,480</u>	<u>9,364</u>
Total expenditure	<u>12,480</u>	<u>9,364</u>
Net income	<u>25,407</u>	<u>24,785</u>

Denbigh Museum/Amgueddfa Dinbych

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 August 2021

	2021 £	2020 £
Costs of raising donations and legacies		
DVDs for resale		
Opening stock	135	135
Closing stock	(135)	(135)
	<u>—</u>	<u>—</u>
 Expenditure on charitable activities		
Governance costs		
Rates and water	410	521
Light & heat	4,056	2,972
Repairs and maintenance	1,373	1,852
Insurance	1,712	1,593
Stationery and postage	571	—
Accountancy fees	780	816
Telephone & internet	371	538
Membership fees, subscriptions, licences & sundries	399	9
Depreciation	773	1,063
Lottery Prizes	2,035	—
	<u>12,480</u>	<u>9,364</u>
 Expenditure on charitable activities	<u>12,480</u>	<u>9,364</u>