

ALBION STREET COMMUNITY CHARITY LTD

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MAY 2022

Registered Company Number: 08045622

Registered Charity Number: 1153318

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for the year ended 31 May 2022

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REPORT OF THE TRUSTEES
for the year ended 31 May 2022

REFERENCE AND ADMINISTRATIVE DETAILS**Trustees**

Pauline Adenwalla
Dudley Cloake (resigned 31 May 2022)
Reverend Ulla Harkonen
Reverend Mark Nicholls
Dr Amanda Squires
Reverend Dag Magnus Hopstock Havgar
Conor Marren
Reverend Tesfamichael Negusse (appointed 13 January 2022)
Reverend Graham Preston (resigned 30 September 2021)

Registered Company number

08045622

Registered Charity number

1153318

Registered office

8 Pageant Crescent
London
SE16 5FZ

Independent examiner

David Warren
Cocke, Vellacott & Hill
Chartered Accountants
Unit 28 City Business Centre
Lower Road
London
SE16 2XB

REPORT OF THE TRUSTEES (continued)
for the year ended 31 May 2022

The Trustees (who are also directors of the Charity for the purposes of the Companies Act) present their annual report, which serves the purpose of both a Trustees' report and Directors' report, together with the financial statements of Albion Street Community Charity Ltd (the charity) for the year ended 31 May 2022. The Trustees confirm that the Annual Report and financial statements of the Charity comply with the current statutory requirements, the requirements of the Charity's governing document and the provisions of the Charities Statement of Recommended Practice (FRS 102).

Since the Charity qualifies as small under section 383, the strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

TRUSTEES

The trustees who served the Charity during the year and since the year end were as follows:

Pauline Adenwalla
Dudley Cloake (resigned 31 May 2022)
Reverend Ulla Harkonen
Reverend Mark Nicholls
Dr Amanda Squires
Reverend Dag Magnus Hopstock Havgar
Conor Marren
Reverend Tesfamichael Negusse (appointed 13 January 2022)
Reverend Graham Preston (resigned 30 September 2021)

OBJECTIVES AND ACTIVITIES

The Charity's purposes set out in the Articles of Association are to relieve the needs of people living in or working in the Ancient Parish of Rotherhithe, to preserve and conserve buildings or sites of historic or architectural importance and to provide or assist in the provision of facilities for public amenities, recreation and public health in the same geographical area.

While pursuing the objectives of the Charity, the Trustees have given careful consideration to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

A continuing improvement in the Charity's financial position following the reopening of its shop "Upmarket" at the end of the third national lockdown enabled the Trustees to agree to transfer a further £3000 to freestanding reserves bringing the total to £12,000 which is broadly in line with the agreed objective that these should represent three months expenses. The Charity was also able to make financial grants totalling £6,500 to eight local organisations as disclosed in note 6.

As noted in previous years financial grants are not the only way in which the Charity supports the local community and our shop trading as Upmarket has always been a much valued local drop in centre offering social interaction and practical advice particularly for the vulnerable, lonely and those seeking emotional support. The shop also provides work experience opportunities for local 6th form students and for those looking to enhance their prospects of longer term paid employment.

FINANCIAL REVIEW

Upmarket has become a well regarded and successful business with a regular clientele extending beyond SE16. Operating expenses have increased, notably due to increases in the pay and hours of our two employees, in the cost of waste disposal and in the rent of the garage used for storage of stock but remain well controlled. However thanks to the excellent work of our much valued team of staff and volunteers together with a generally reliable volume of donations of second hand goods the shop has been able to achieve a consistently strong sales performance. As a result the Charity was able to record a surplus of £6,991.

As at 31 May 2022 the Charity held unrestricted reserves of £32,441.

REPORT OF THE TRUSTEES (continued)
for the year ended 31 May 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity is a company limited by guarantee. It operates under the rules of its Articles of Association dated 25 April 2012. The Charity changed its name on 15 July 2013 and registered at the Charity Commission on 9 August 2013. It has no share capital and the liability of each member in the event of winding up is limited to £1.

The Trustees are appointed in accordance with the Articles of Association. New Trustees joining the Board are given an appropriate briefing on their obligations under company and charity law and on the contents of the Articles of Association. They are also referred to guidance issued by the Charity Commission on the role of the Charity Trustee.

The main risk to the Charity is a failure to generate sufficient income from sales to finance its operations as well as provide funding for charitable projects. The trustees are satisfied that the major risks have been mitigated as far as reasonably possible but the Board recognises that it must keep these risks under constant review if the Charity is to continue to operate. In this connection the controls in place include regular updates to trustees on our financial position, the preparation of formal agendas for Board meetings which highlight areas of concern and formal approval procedures for financial and strategic decisions.

GRANT MAKING

The payment of grants in furtherance of the charity's objectives are voted and agreed upon by the trustees at regular meetings.

PLANS FOR FUTURE PERIODS

The Trustees have sufficient confidence in the future performance of its retail business to have taken a new 10 year lease from January 2023 (with a break clause after 6 years) on its premises in Albion Street.

In preparing this report the trustees have taken advantage of the small companies' exemptions provided by section 415A of the Companies Act 2006.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Charity law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees are required to:

- select suitable accounting policies and then apply them consistently.
- make judgements and estimates that are reasonable and prudent; and
- state whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which are sufficient to show and explain the charity's transactions and to disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the provision of the Trust deed and the "Charities SORP (FRS 102)". They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the Board of Trustees on 14 February 2023 and signed on its behalf by:



Pauline Adenwalla – Trustee

INDEPENDENT EXAMINER'S REPORT OF THE TRUSTEES OF
ALBION STREET COMMUNITY CHARITY LTD

I report on the accounts for the year ended 31 May 2022 set out on pages 5 to 11.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act;
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 45(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which give me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the 2011 Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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



David Warren BA FCA
Cocke, Vellacott & Hill
Chartered Accountants
Unit 28 City Business Centre
Lower Road
LONDON
SE16 2XB

15 February 2023

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 May 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Total 2021 £
Income and endowments from:					
Trading income	2	61,501	-	61,501	16,961
Charitable activities	3	-	-	-	500
Other income	4	2	-	2	20,285
Total income		61,503	-	61,503	37,746
Expenditure on:					
Raising funds	5	46,012	2,000	48,012	32,353
Charitable activities	6	6,500	-	6,500	-
Total expenditure		52,512	2,000	54,512	32,353
Net income and net movement in funds		8,991	(2,000)	6,991	5,393
Transfer between funds	8	-	-	-	-
Reconciliation of funds					
Total funds brought forward	8	23,450	2,000	25,450	20,057
Total funds carried forward	8	<u>32,441</u>	=	<u>32,441</u>	<u>25,450</u>

All of the charity's activities derive from continuing operations during the above two periods.

The notes on pages 7 to 13 form part of these financial statements

ALBION STREET COMMUNITY CHARITY LTD

BALANCE SHEET as at 31 May 2022

		2022	2021
	Notes	£	£
Fixed assets:			
Tangible assets	9	447	595
Current assets:			
Debtors	10	693	693
Cash at bank		31,781	24,162
		32,474	24,855
Liabilities:			
Creditors: Amounts falling due within one year	11	480	-
Net current assets / (liabilities)		31,994	24,855
Total assets less current liabilities		32,441	25,450
Total net assets / (liabilities)		32,441	25,450
The funds of the charity:			
Restricted income funds	12, 13	-	2,000
Unrestricted funds	12, 13	32,441	23,450
TOTAL FUNDS		32,441	25,450

The Charity was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

The financial statements were approved by the Board of Trustees on 14 February 2023 and were signed on its behalf by:


Pauline Adenwalla – Trustee

The notes on pages 7 to 13 form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTSFor the year ended 31 May 2022

1. GENERAL INFORMATION AND ACCOUNTING POLICIES

The Charity is a company limited by guarantee. It operates under the rules of its Articles of Association dated 25 April 2012. The Charity changed its name on 15 July 2013 and registered at the Charity Commission on 9 August 2013. It has no share capital and the liability of each member in the event of winding up is limited to £1. The Registered Charity number of the Trust is 1153318 and its registered address is 8 Pageant Crescent, London, SE16 5FZ.

The charity's overall objectives are to relieve the needs of people living in or working in the Ancient Parish of Rotherhithe, to preserve and conserve buildings or sites of historic or architectural importance and to provide or assist in the provision of facilities for public amenities, recreation and public health in the same geographical area.

ACCOUNTING POLICIES**1.1 Basis of preparation of the financial statements**

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16th July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1st January 2019, and the Companies Act 2006.

After reviewing the charity's finances, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The trust therefore continues to adopt the going concern basis in preparing its financial statements.

Albion Street Community Charity Ltd meets the definition of a public benefit entity as defined by FRS 102.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

1.2 Going concern

The Charity meets its running costs from its trading activities. The nature of the Charity's operations is such that there can be unpredictable variations in the timing and amounts of cash inflows. The Trustees continuously review the funding prospects and expenditure levels and take action to reduce expenditure should funding expectations and reserves appear inadequate.

The Trustees consider that it is appropriate to prepare the financial statements on a going concern basis. This assumes that the Charity will be successful in its trading activities. These financial statements do not include any adjustments that would result if insufficient funds are raised. In forming this assessment the Trustees have taken into account the impact of Covid-19.

1.3 Company status

The Charity is a company limited by guarantee. The members of the Charity are the trustees named on page 1. In the event of the Charity being wound up the liability on respect of the guarantee is limited to £1 per member of the Charity.

1.4 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity, and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.5 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Trading income represents income received from shop sales which is recognised upon sale of goods.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 May 2022

1.6 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that the transfer of economic benefits will be required in settlement and the amount of each obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Costs of raising funds are those incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Donations payable are charged in the year when the offer is made except in cases where the offer is conditional, such donations being recognised as expenditure when the conditions attaching are fulfilled. Donations offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

The Charity is not VAT registered and its expenses are inclusive of VAT which cannot be recovered.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Fixtures, fittings and equipment – 25% reducing balance

1.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.9 Cash and bank in hand

Cash at bank and in hand includes cash and short term, highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar.

1.10 Corporation Tax

Due to the charitable nature of the activities undertaken the Charity's surpluses are not subject to corporation tax.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2022

2.	TRADING INCOME	2022	2021
		£	£
	Trading income – unrestricted funds	61,501	16,961
3.	INCOME FROM CHARITABLE ACTIVITIES	2022	2021
		£	£
	Donations received – unrestricted funds	-	500
4.	OTHER INCOMING RESOURCES	2022	2021
		£	£
	Job Retention Scheme – unrestricted funds	-	7,425
	Small Business Grant – unrestricted funds	-	12,860
	Deposit account interest	2	-
		2	20,285
5.	EXPENDITURE ON RAISING FUNDS	2022	2021
	(Expenses related to trading activities, all through unrestricted funds except as noted below)	£	£
	Direct trading expenditure	-	39
	Other trading expenditure	19,108	14,829
	Wages and salaries	26,008	16,603
	National Insurance	1,642	287
	Pensions	1,106	397
	Depreciation of tangible fixed assets	148	198
		48,012	20,285
	Within other trading expenditure was a payment of £2,258 for the maquette of the Tommy Steele statue, £2,000 of which was paid from restricted reserves which had been donated towards the costs of such a statue.		
6.	STAFF COSTS	2022	2021
		£	£
	Wages and salaries	26,008	16,603
	Social security costs	1,642	287
	Other pension costs	1,106	397
		28,756	17,287
	The average number of persons employed by the Charity during the year was as follows:	2022	2021
		No.	No.
	Number of staff	2	2

No employee received remuneration amounting to more than £60,000 in either year.

No trustees received any remuneration, benefits in kind or reimbursement of expenses during the current or prior year.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2022

7. GRANTS PAYABLE	2022 £	2021 £
Grants payable and associated costs	6,500	-
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The total grants paid to institutions are for the causes stated below during the year was as follows:	2022 £	2021 £
Surrey Docks Farm Association	1,000	-
Peter Hills School	1,000	-
Bede House	1,000	-
St Vincent de Paul	1,000	-
Time and Talents	1,000	-
Bubble Theatre	500	-
St Mary's Rotherhithe	500	-
Southwark Park Association	500	-
	<hr/>	<hr/>
	6,500	-
	<hr/>	<hr/>

The grants paid to the various causes are considered to be in line within the Charity's stated objective to support organisations within the Ancient Parish of Rotherhithe.

8. GOVERNANCE COSTS

Included within costs of raising funds is £480 (2021: nil) in respect of the Independent Examiner's Report. There were no costs incurred holding Trustees' meetings.

9. TANGIBLE FIXED ASSETS	Fixtures, fittings and equipment
Cost or valuation	£
As at 1 June 2021	1,641
Additions in year	0
	<hr/>
As at 31 May 2022	1,641
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Depreciation	£
As at 1 June 2021	1,046
Charge for the year	148
	<hr/>
As at 31 May 2022	1,194
	<hr/>
Net Book Value	
As at 31 st May 2022	447
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As at 31 st May 2021	595
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NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 May 2022

10.	DEBTORS		2022	2021	
			£	£	
	Prepayments and accrued income		693	693	
11.	CREDITORS: Amounts falling due within one year		2022	2021	
			£	£	
	Accrued expenses		480	-	
			480	-	
12.	STATEMENT OF FUNDS				
		At 1.6.21	Movement		
		£	in funds	At 31.5.22	
			£	£	
	Unrestricted funds				
	General	23,450	8,991	32,441	
	Restricted funds				
	Tommy Steele statue	2,000	(2,000)	-	
		25,450	6,991	32,441	
	Net movement in funds, included in the above are as follow:				
		Incoming	Resources	Gains and	Movement
		Resources	expended	(losses)	in funds
		£	£	£	£
	Unrestricted funds				
	General	61,503	(52,212)	-	8,991

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2022

13. STATEMENT OF FUNDS – PRIOR YEAR

	At 1.6.20 £	Movement in funds £	At 31.5.21 £
Unrestricted funds			
General	18,057	5,393	23,450
Restricted funds			
Tommy Steele statue	2,000	-	2,000
	<u>20,057</u>	<u>5,393</u>	<u>25,450</u>

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

	Incoming Resources £	Resources expended £	Gains and (losses) £	Movement in funds £
Unrestricted funds				
General	37,746	(32,353)	-	5,393
	<u>37,746</u>	<u>(32,353)</u>	<u>-</u>	<u>5,393</u>

14. SPLIT OF NET ASSETS

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Tangible fixed assets	447	-	447
Current assets	31,994	-	31,994
Total	<u>32,441</u>	<u>-</u>	<u>32,441</u>

15. SPLIT OF NET ASSETS – PRIOR YEAR

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Tangible fixed assets	595	-	595
Current assets	22,855	2,000	24,855
Total	<u>23,450</u>	<u>2,000</u>	<u>25,450</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2022

16. OPERATING LEASE COMMITMENTS**2022****2021****£****£**

At 31 May 2022 the Charity had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

Amounts payable:

Within 1 year

5,100

10,200

Between 1 and 5 years

-

5,100

 5,100

 15,300

Since the year end, and as noted in the Trustees' Report, the Charity has agreed a new 10 year lease on their existing premises at a rent of £11,500 per annum with a break clause in year 6.

17. ULTIMATE CONTROLLING PARTY

The charity is run on a day to day basis by the appointed trustees as shown in the Trustees' Report.

18. RELATED PARTIES

There were no transactions with related parties in the current or prior year.

Detailed Statement of Financial Activities
for the year ended 31 May 2022

	2022	2021
	£	£
Income from:		
Retail trading income	61,501	16,961
Donations	-	500
Job Retention Scheme	-	7,425
Small Business Grant	-	12,860
Deposit account interest	2	-
Total income	61,503	37,746
Expenditure		
Direct costs		
Direct trading expenditure	-	39
Other trading expenditure	19,108	14,829
Salary costs – total	28,756	17,287
Depreciation of tangible fixed assets	148	198
Independent Examination costs	480	-
	48,012	32,353
Charitable activities		
Grants to institutions	6,500	-
Grants to individuals	-	-
	6,500	-
Total expenditure	-	32,353
Net income / (expenditure)	6,991	5,393

This page does not form part of the statutory financial statements