

COMPANY REGISTRATION NUMBER: CE001452

CHARITY REGISTRATION NUMBER: 1154790

Petteril Bank Community Association CIO
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2021

GORDON CONSULTANCY LIMITED

Chartered accountants
Briar Lea House
Brampton Road
Longtown
Carlisle
Cumbria
CA6 5TN

Petteril Bank Community Association CIO

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2021

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Petteril Bank Community Association CIO

Company Limited by Guarantee

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

Year ended 31 March 2021

The trustees, 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 March 2021.

Reference and administrative details

Registered charity name	Petteril Bank Community Association CIO
Charity registration number	1154790
Company registration number	CE001452
Principal office and registered office	Burnett Road Carlisle CA1 3BX

The trustees

Councillor D Wilson
Councillor D Earl
J Brown
L Farish
M Hagan
C Moorhead

Independent examiner	Mr RW Gordon, FCA Briar Lea House Brampton Road Longtown Carlisle Cumbria CA6 5TN
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Structure, governance and management

The CIO was registered on 28 November 2013 taking over the activities of Petteril Bank Community Association, charity number 1095807.

Objectives and activities

The objectives of the charity are to promote the benefit of residents of the Petteril Bank area, to advance education in the area and to provide recreation and leisure time facilities for local residents. The charity delivers these objectives by operating a Community Centre.

Achievements and performance

Covid restrictions led to the community centre being closed for the majority of the year. The building was utilised as an emergency Foodbank, supporting not only our beneficiaries, but communities across the whole of the City.

Petteril Bank Community Association CIO

Company Limited by Guarantee

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

Year ended 31 March 2021

Financial review

Despite a difficult year the trustees are satisfied with the performance of the centre.

Plans for future periods

We are focusing on our Covid recovery and how we can best support the return of our groups. We have a systematic approach to new projects and improved ways of working.

Small company provisions

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

The trustees' annual report was approved on 30 June 2021 and signed on behalf of the board of trustees by:

Councillor D Earl
Trustee

Petteril Bank Community Association CIO

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Petteril Bank Community Association CIO

Year ended 31 March 2021

I report to the trustees on my examination of the financial statements of Petteril Bank Community Association CIO ('the charity') for the year ended 31 March 2021.

Responsibilities and basis of report

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity 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 accounts to be reached.

Mr RW Gordon, FCA
Independent Examiner

Briar Lea House
Brampton Road
Longtown
Carlisle
Cumbria
CA6 5TN

Petteril Bank Community Association CIO

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2021

		Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
	Note				
Income and endowments					
Donations and legacies	5	10,000	11,778	21,778	48,161
Charitable activities	6	1,035	–	1,035	19,419
Investment income	7	–	–	–	11
Total income		<u>11,035</u>	<u>11,778</u>	<u>22,813</u>	<u>67,591</u>
Expenditure					
Expenditure on charitable activities	8,9	<u>7,838</u>	<u>21,013</u>	<u>28,851</u>	<u>70,526</u>
Total expenditure		<u>7,838</u>	<u>21,013</u>	<u>28,851</u>	<u>70,526</u>
Net expenditure and net movement in funds		<u>3,197</u>	<u>(9,235)</u>	<u>(6,038)</u>	<u>(2,935)</u>
Reconciliation of funds					
Total funds brought forward		108,468	12,376	120,844	123,779
Total funds carried forward		<u>111,665</u>	<u>3,141</u>	<u>114,806</u>	<u>120,844</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 6 to 14 form part of these financial statements.

Petteril Bank Community Association CIO

Company Limited by Guarantee

Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	14	84,106	90,667
Current assets			
Cash at bank and in hand		31,180	30,657
Creditors: amounts falling due within one year	15	480	480
Net current assets		30,700	30,177
Total assets less current liabilities		114,806	120,844
Net assets		114,806	120,844
Funds of the charity			
Restricted funds		3,141	12,376
Unrestricted funds		111,665	108,468
Total charity funds	16	114,806	120,844

For the year ending 31 March 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.

These financial statements were approved by the board of trustees and authorised for issue on 30 June 2021, and are signed on behalf of the board by:

Councillor D Earl
Trustee

The notes on pages 6 to 14 form part of these financial statements.

Petteril Bank Community Association CIO

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 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 Burnett Road, Carlisle, CA1 3BX.

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.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. Its financial statements are consolidated into the financial statements of (enter name of group financial statements) which can be obtained from (enter detail). As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires 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.

Petteril Bank Community Association CIO

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

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 trustees 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.

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.

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

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

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

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:

Freehold property	-	20% straight line
Property improvements	-	20% straight line
Equipment	-	25% reducing balance

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.

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

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.

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.

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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

Petteril Bank Community Association CIO is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Grants			
Centre grants	10,000	8,428	18,428
Other grants	—	3,350	3,350
	<u>10,000</u>	<u>11,778</u>	<u>21,778</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Grants			
Centre grants	11,969	26,192	38,161
Other grants	9,646	354	10,000
	<u>21,615</u>	<u>26,546</u>	<u>48,161</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Room Hire	<u>1,035</u>	<u>1,035</u>	<u>19,419</u>	<u>19,419</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	<u>—</u>	<u>—</u>	<u>11</u>	<u>11</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Community Centre	7,238	21,013	28,251
Support costs	600	—	600
	<u>7,838</u>	<u>21,013</u>	<u>28,851</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Community Centre	48,852	20,369	69,221
Support costs	1,305	—	1,305
	<u>50,157</u>	<u>20,369</u>	<u>70,526</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2021 £	Total fund 2020 £
Community Centre	28,251	—	28,251	69,221
Governance costs	—	600	600	1,305
	<u>28,251</u>	<u>600</u>	<u>28,851</u>	<u>70,526</u>

10. Net expenditure

Net expenditure is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>6,561</u>	<u>6,954</u>

11. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>240</u>	<u>240</u>

12. Staff costs

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

12. Staff costs *(continued)*

The average head count of employees during the year was 3 (2020: 3). The average number of full-time equivalent employees during the year is analysed as follows:

	2021	2020
	No.	No.
Number of staff	<u>3</u>	<u>3</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

13. Trustee remuneration and expenses

No trustees received any remuneration during the year.

14. Tangible fixed assets

	Freehold property £	Plant and machinery £	Equipment £	Total £
Cost				
At 1 April 2020 and 31 March 2021	<u>50,917</u>	<u>56,727</u>	<u>19,461</u>	<u>127,105</u>
Depreciation				
At 1 April 2020	7,638	14,056	14,744	36,438
Charge for the year	<u>2,546</u>	<u>2,836</u>	<u>1,179</u>	<u>6,561</u>
At 31 March 2021	<u>10,184</u>	<u>16,892</u>	<u>15,923</u>	<u>42,999</u>
Carrying amount				
At 31 March 2021	<u>40,733</u>	<u>39,835</u>	<u>3,538</u>	<u>84,106</u>
At 31 March 2020	<u>43,279</u>	<u>42,671</u>	<u>4,717</u>	<u>90,667</u>

15. Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	<u>480</u>	<u>480</u>

Petteril Bank Community Association CIO

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

16. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020 £	Income £	Expenditure £	At 31 March 2021 £
General funds	108,468	11,035	(7,838)	111,665

	At 1 April 2019 £	Income £	Expenditure £	At 31 March 2020 £
General funds	117,580	41,045	(50,157)	108,468

Restricted funds

	At 1 April 2020 £	Income £	Expenditure £	At 31 March 2021 £
Salaries	12,376	—	(12,376)	—
Groups	—	—	—	—
Film Project	—	—	—	—
Youth Room Refurb	—	—	—	—
Youth Project	—	—	—	—
Cook Eat and Grow Project	—	—	—	—
Garden Group	—	—	—	—
Bike Sheds	—	—	—	—
Playscheme grant	—	—	—	—
Food Project	—	11,778	(8,637)	3,141
	<u>12,376</u>	<u>11,778</u>	<u>(21,013)</u>	<u>3,141</u>

	At 1 April 2019 £	Income £	Expenditure £	At 31 March 2020 £
Salaries	—	26,192	(13,816)	12,376
Groups	(354)	354	—	—
Film Project	695	—	(695)	—
Youth Room Refurb	1,080	—	(1,080)	—
Youth Project	3,841	—	(3,841)	—
Cook Eat and Grow Project	509	—	(509)	—
Garden Group	196	—	(196)	—
Bike Sheds	156	—	(156)	—
Playscheme grant	76	—	(76)	—
Food Project	—	—	—	—
	<u>6,199</u>	<u>26,546</u>	<u>(20,369)</u>	<u>12,376</u>

Petteril Bank Community Association CIO

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	84,106	—	84,106
Current assets	28,039	3,141	31,180
Creditors less than 1 year	(480)	—	(480)
Net assets	<u>111,665</u>	<u>3,141</u>	<u>114,806</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	90,667	—	90,667
Current assets	18,281	12,376	30,657
Creditors less than 1 year	(480)	—	(480)
Net assets	<u>108,468</u>	<u>12,376</u>	<u>120,844</u>