

The Britannia Association
(A company limited by guarantee)

Report and Financial Statements
Year ended 30 June 2022

Charity Number 1158111

Company Number 09119745

The Britannia Association

Financial Statements

Year ended 30 June 2022

Contents	Page
Report of the Trustees	1
Report of the Independent Examiner	8
Statement of Financial Activities	9
Balance Sheet	10
Notes Forming part of the Financial Statements	11

The Britannia Association

Report of the Trustees for the year ended 30 June 2022

The Trustees present their annual report, together with the accounts for the year ended 30 June 2022, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared based on the accounting policies set out in note 1 to the financial statements and comply with the requirements of the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and the Charities SORP (FRS 102).

Legal and Administrative Information

Patron	His Majesty King Charles III
President	Admiral Sir Mark Stanhope GCB OBE ADC DL
Hon Vice Presidents	Rear Admiral Martin Alabaster CBE Captain Graham Robinson RN

Charity Trustees

The trustees of the Britannia Association all served in office during the year and to the date of this report.

They are:-

Rear Admiral Simon Williams CB CVO (Chairman)
Mr Mark Dowie # (Vice-Chairman)
Captain Damian Exworthy, MBE RN#
Commander Caroline Dix MBE RN*
Commodore Jake Moores OBE RN#
Honorary Captain Adam Gosling RNR
Mr Tim Farrow
Commander Brian Boxall-Hunt OBE RN
Mr Graeme Gordon #
Cdr Serena Davis RNR *#
Lt Cdr David Clark *#
Captain Sarah Oakley RN* (appointed 4 May 2022)
Captain Roger Readwin RN* (Resigned 4 May 2022)

(*denotes a serving officer)

CEO
Liza Stewart

(# denotes member of Finance and Operations Sub Committee)

The Britannia Association

Report of the Trustees for the year ended 30 June 2022 *(continued)*

Address Britannia Royal Naval College
 College Way
 Dartmouth
 Devon
 TQ6 0HJ

The day to day running of the charity is delegated to the Association Secretary who may be contacted at the above address, and telephone 01803 677565.

Independent Examiner Sharon Austen FCCA
 Francis Clark LLP
 Sigma House
 Oak View Close
 Edginswell Park
 Torquay
 TQ2 7FF

Bankers Barclays Bank Plc
 P.O. Box 13 20
 Lemon Street Truro
 Cornwall
 BX2 2BB

Solicitors Mrs Laurie Trounce
 Stephens Scown LLP
 Osprey House
 Malpas Road
 Truro
 Cornwall
 TR1 1UT

Investment Advisers Mr Alex Dow
 Rathbone Brothers Plc
 1, Curzon Street
 London
 W1J 5FB

The Britannia Association

Report of the Trustees for the year ended 30 June 2022 *(continued)*

Structure, Governance and Management

Incorporation and Governing Document

The Charitable Company was incorporated on 7 July 2014 (company number 09119745) and registered with the Charity Commissioners as The Britannia Association under charity number 1158111 on 5 August 2014. It is governed by its Memorandum and Articles of Association.

Recruitment and Training of the Trustees

New trustees are elected to the board by the existing trustees, based on their eligibility, personal competence, specialist skills, the balance of skills required on the board and individual availability.

New trustees induction programme includes familiarisation with the business plan, minutes of trustee meetings and the financial statements.

Organisational Management

The Board continues to meet at least three times a year. In line with the financial milestones policy, the Board approves the annually revised business plan. A five-year rolling plan is maintained by the Association's CEO with the Vice Chairman of the Board of Trustees.

The Finance and Operations Sub Committee reports to the Board three times a year. The sub committee's terms of reference are set out within the business plan.

Risk Management

The Board of Trustees examines the major risks faced by the charity each financial year when preparing and updating the strategic plan. The charity has developed systems to monitor and control these risks to mitigate any impact that they may have on the charity in the future. The charity documented Pandemic/National Event issues within the Risk Management paper. last year, and BAPC Ltd (Britannia Association Pavilion Committee Limited) this year.

Related Parties

The Secretariat and administration of the Charity continues to operate from its permanent offices within Britannia Royal Naval College (BRNC), Dartmouth. The office is manned by 1 full time and 1 part time member of staff, augmented by a small team of casual staff who deliver public and private tours of BRNC, finance administration, College gift shop and coordination of College events and reunions.

The Britannia Association

Report of the Trustees for the year ended 30 June 2022 *(continued)*

Objectives and activities

Charitable Objects

The charity's objects as set out in the company's Memorandum of Association are:-

1. To promote the efficiency of the Royal Navy by:-
 - a) maintaining contact between College Members, fostering mutual friendship between them and providing the mechanism and framework to facilitate social gatherings of them.
 - b) fostering esprit de corps, comradeship and the welfare of College Members and preserving and educating the public in the traditions of the service and of the College.
2. To relieve where appropriate College Members who are in conditions of need, hardship or distress.

In planning activities, the Board of Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Board of Trustees Policy

The Board of Trustees aims to build up the membership of the Association through a development programme and will work to sustain it in the long term. The current direction of board policy is to increase awareness of the existence of the Association and to harness every possible means to bring it to the attention of those eligible to be members. The Board of Trustees also intends to continue to make grants to the College as appropriate.

In brief the Britannia Association is dedicated to celebrating the past, supporting the present and building for the future of BRNC.

Grant making policy

The policy is in line with its Charitable Objects, to make grants in support of non-publicly funded activities.

The BA has been delighted to deliver grants that have been able to improve the experience of College Cadets. Live-streaming of the Passing-out Parade is to continue, and the BA is committed to continue to address the cost of this. The BA acknowledges there has been an underspend of the grant budget in recent years and is proactively encouraging BRNC command to address this matter.

Review of activities and achievements

In line with the Business Plan, the Association membership continues to grow and now stands in excess of 5,500. A proactive approach to recruitment within BRNC has resulted in routine access to Royal Naval Leadership Academy (RNLA) courses, and early engagement with Officer Cadets and Royal Naval Reserve courses. The flow of training courses at the College was affected by COVID19. Courses have returned to pre-Covid numbers.

The interaction between the BA and the College's Cadet population ensures a useful dialogue regarding the cadets training experience and expectations of their Association.

In line with easing of COVID19 restrictions the BA continues to facilitate members returning to BRNC for specific events such as College Balls and dinners, reunions, lectures, sporting fixtures and for informal visits. In February 2022 the BA held its first event in two years. This was well supported and there is enthusiastic interest in future scheduled events.

The Britannia Association

Report of the Trustees for the year ended 30 June 2022 *(continued)*

The BA continues to fulfil the role of first point of contact for BRNC College events, answering general enquiries, providing a signposting facility and archive enquiry service.

The BA has maintained the increased budget for annual monies available for grants with applications considered from both within BRNC and the wider Naval Service on a case-by-case basis. It has been noted that there has been a drop in grant applications in this period and the Board of Trustees is working alongside Captain BRNC to address this temporary lapse.

After careful consideration and in light of seasonal trends the decision was made to delay resumption of guided tours until February 2022. In September 2022 there was a further suspension of guided tours during the period of national mourning.

The wider impact of the cancellation of all visitors to the College has impacted on the College Gift Shop revenue. To counter this and going forward a proactive approach to the use of the online shop facility across the BA membership, College population and other platforms has been established.

The proactive engagement with the international alumni of BRNC continues due to the success of the Britannia Medal. A steady flow of individual purchases continues from a wide range of countries. There is now an arrangement in place for all Saudi and Omani graduates of BRNC to purchase miniature medals on the occasion of their Pass Out Parade and for them to be reimbursed by their respective navies. A continued work stream includes engaging with and securing medal purchases from enquiries.

Email and social media platforms have generated considerable engagement with our membership also has been successful as members continue to be more home-based than before.

The BA's virtual tour of BRNC remains a useful resource for the College when face to face interaction is not possible. Events are steadily returning to BRNC and we will continue to support the College either in person or via the virtual medium.

Since 1st July 2020 the BA has used the accounting software package 'Xero' to deliver its accounting facility.

Sales of the Britannia Medal took the BA income over the current VAT threshold although the majority of the sales are zero rated. The BA's accountants, Francis Clark were instructed to register for VAT and apply for exemption. Exemption was initially refused and appeal was then granted.

Financial Review

Financial Activities and Results

The net income before net investment losses was £76,976. The net investment losses for the year were (£37,930), resulting in an overall increase in funds of £39,046.

Membership numbers now stand in excess of 5,500.

The Britannia Association

Report of the Trustees for the year ended 30 June 2022 *(continued)*

Investment Powers, Policy and Performance

The Britannia Association's investment objective is to protect the capital value of its assets and maximise total return. Performance is measured against the benchmarks laid down in the Investment Management Agreement with the nominated Investment advisers. The portfolio is invested in shares targeted to achieve an overall return in excess of the average return of the FTSE All Share index over a 5-year period. The management of the investments is delegated to professional fund managers as selected by and reporting to the Finance and Operations Sub-Committee of the Britannia Association. The appointment of Investment advisers is subject to the approval of the Board. The managed funds of the charity, excluding those held in cash, will not be exposed to unreasonable risk. The Britannia Association does not invest in derivatives, stock lending or commodities. The Britannia Association will not invest directly in unquoted securities, physical assets or property nor does it engage in underwriting.

Reserves

In addition to the routine review pattern of the investment portfolio held with Rathbones Group Plc, frequent updates have been provided reflecting the global impact of COVID19 and the war in Ukraine.

Note 15 to the financial statements shows the assets and liabilities and summarises the year's movements on each fund.

Unrestricted funds amounted to £612,672 at 30 June 2022, with a further £100,000 in restricted funds. The Board of Trustees believe that this is an appropriate level to meet the current and future needs of the charity.

Future Developments

The Board of Trustees' objectives for the forthcoming year are to:-

BA Membership

- increase membership
- encourage retention of existing membership
- to deliver a social programme
- maintain up-to-date contact links with the membership
- grow services to membership, including preferential rates obtained via bulk purchase of event tickets when possible.
- forge relationships to allow access to other RN establishment events
- maintain the sale and delivery of the Britannia Medal

Financial

- to stay within the operating budget
- make grants where appropriate in support of Britannia Royal Naval College
- build up the Association's capital funds
- encourage and increase donations to the Britannia Foundation

Communications

- compile and circulate the Britannia Bulletin to all members
- implement the association's marketing strategy
- deliver a Reunion Package offering support and administrative assistance with potential reunions
- maintain a Social Media presence
- introduce a new BA website to ensure strong and confident placement on the internet
- to expand retail trading activities and income both via Britannia Association Gift Shop and on-line
- to source a POS system which compliments and provides efficiency with Xero

The Britannia Association

Report of the Trustees for the year ended 30 June 2022 *(continued)*

COVID19/Ukraine

Despite the issues created by general contagion, and the continuing war in Ukraine causing initially significant falls in the value of the Association's holding with Rathbones, the Trustees having looked at cash flow and fiscal viability, and remain positive regarding the going-concern status of the Association for the next 12 months and beyond. In making this assessment the valuation of investments of £851k at 13 February 2023 compared to £809k at 30 June 2022 has been considered.

Statement of trustees' Responsibilities

The trustees (who are also directors of The Britannia Association for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and the United Kingdom Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for the period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small Company Charity Provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

By order of the Board on

20 March 2023



Rear Admiral Simon Williams CB CVO Chairman

The Britannia Association

Independent Examiner's Report to the Trustees of The Britannia Association ('the Company')

Year ended 30 June 2022

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 June 2022.

Responsibilities and basis of report

As the charity's trustees (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts 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 your 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

Since the 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 the Association of Chartered Certified Accountants, 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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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.



Sharon Austen FCCA
Francis Clark LLP
Sigma House
Oak View Close
Edginswell Park
Torquay
TQ2 7FF

21 March 2023

The Britannia Association

Statement of Financial Activities (Incorporating Income and Expenditure Account)

Year ended 30 June 2022

	Notes	30 June 2022 Unrestricted Funds £	30 June 2022 Restricted Funds £	Year to 30 June 2022 Total Funds £	Year to 30 June 2021 Total Funds £
INCOME FROM					
Membership and joining fees	4	74,402	-	74,402	73,813
Donations and legacies	5	8,524	103,000	111,524	12,735
Charitable activities					
Tours	6d	31,058	-	31,058	707
Royal Yacht Dinner		13,185	-	13,185	-
Other ticket income		3,336	-	3,336	-
Other Trading Activities	3	71,087	-	71,087	39,535
Investments	8	22,113	-	22,113	18,060
CJRS furlough receipts		5,963	-	5,963	27,040
Other income		124	-	124	27
Total income		229,792	103,000	332,792	171,917
EXPENDITURE ON					
Raising funds:					
Trading expenses	3	44,947	-	44,947	23,939
Investment management costs	8	7,330	-	7,330	6,565
Charitable activities	6c	126,318	-	126,318	126,480
Charitable activities - tours	6d	36,616	-	36,616	19,067
Event costs	6a	17,627	-	17,627	-
Grants and awards	6b	22,978	-	22,978	26,241
Total expenditure		255,816	-	255,816	202,292
Net income / (expenditure) before transfers and gains on					
Investments		(26,024)	103,000	76,976	(30,375)
Transfers		3,000	(3,000)	-	-
Net gains/ (losses) on Investments	8	(37,930)	-	(37,930)	105,418
NET INCOME / (EXPENDITURE) AND MOVEMENT IN FUNDS		(60,954)	100,000	39,046	(75,043)
RECONCILIATION OF FUNDS:					
Total funds brought forward		673,626	-	673,626	598,583
Total funds carried forward		612,672	100,000	712,672	673,626

All of the above amounts related to continuing activities.

The notes on pages 11 to 19 form part of these financial statements.

The Britannia Association

Balance Sheet

30 June 2022

	Notes	30 June 2022 £	30 June 2021 £
FIXED ASSETS			
Tangible assets	7	7,330	14,123
Investments	8	809,498	854,374
		<u>816,828</u>	<u>868,497</u>
CURRENT ASSETS			
Stock		39,775	33,632
Debtors	9	64,757	47,518
Cash at bank		218,727	103,451
		<u>323,259</u>	<u>184,601</u>
CREDITORS: due within one year	10	<u>(82,676)</u>	<u>(64,808)</u>
NET CURRENT ASSETS		<u>240,583</u>	<u>119,793</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,057,411</u>	<u>988,290</u>
CREDITORS: due after more than one year	11	<u>(344,739)</u>	<u>(314,664)</u>
NET ASSETS		<u><u>712,672</u></u>	<u><u>673,626</u></u>
FUNDS			
Unrestricted Funds:	15b		
General		472,951	452,686
Revaluation		139,721	220,940
Restricted Funds:	15a	<u>100,000</u>	<u>-</u>
TOTAL FUNDS		<u><u>712,672</u></u>	<u><u>673,626</u></u>

For the year in question, the charitable company was entitled to exemption from an audit under section 477 of the Companies Act 2006.

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

The trustees/directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Approved by the Board of Trustees of The Britannia Association on 13 Mar 2023 and signed on its behalf by:



Rear Admiral Simon Williams CB CVO

Chairman

Company Registration Number: 09119745

The notes on pages 11 to 19 form part of these financial statements.

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

1. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of accounting

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

The Britannia Association meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

b) Critical accounting estimates and areas of judgement

Preparation of the accounts requires the trustees and management to make significant judgements and estimates. The items in the accounts where these judgements and estimates have been made include:

- estimating the period over which life membership receipts are recognised (see note 12).
- estimating the useful economic life of tangible fixed assets to determine a depreciation rate.

c) Income

Income is recognised when the charity has entitlement to funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Membership and deferred income

Joining fees are accounted for as received.

Both annual and life memberships are initially deferred and then released to income uniformly over the period from payment. Further details of deferred members fees are included in Note 12.

Life membership fees (both founder and general) are deemed to cover a period of sixteen years.

d) Fund Accounting

Donations received for the general purposes of the Charity are included as unrestricted funds. Donations for activities restricted by the wishes of the donor are taken to "restricted funds" where these wishes are legally binding on the Trustees.

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

1. Accounting Policies (continued)

e) Expenditure

Expenditure is recognised once there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure includes irrecoverable VAT and is classified under the following activity headings:

- Costs of raising funds comprise the costs of purchasing merchandise for resale.
- Expenditure on charitable activities includes the costs of providing services, running tours and events and providing grants.
- All support and governance costs have been allocated to charitable activities.
- Grants are included as expenditure in the period for which the award is given.

f) Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Investments are included at mid-price market value. Any gain or loss on revaluation is taken to the Statement of Financial Activities. Investment income is accounted for in the period in which the charity is entitled to receipt.

g) Pension costs

The Association participated in a defined contribution pension scheme. Contributions are charged to the Statement of Activities in the year in which they are paid.

h) Tangible fixed assets

Tangible fixed assets are initially included at cost.

Depreciation is provided at the following annual rate in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 25% straight line
Computer equipment	- 25% straight line
Cannon	- 10% straight line
Training boats	- 10% straight line

i) Stock

Stock is stated at the lower of cost and estimated selling price.

j) Debtors

Gift Aid is recognised in the same period as the income to which it relates is received.

k) Funds received as agent

Income and expenditure incurred as agent is not included in the income or expenditure of the charity. For further details see Note 16.

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

2. Legal Status of the Charity

The Britannia Association is a private company limited by guarantee without share capital incorporated in England and Wales. In the event of the company being wound up the liability of the members is limited to £10 each. The address of the registered office of the Charity is given on page 2.

3. Other trading activities

	Year to 30 June 2022 £	Year to 30 June 2021 £
(a) Medals		
Turnover	9,554	12,815
Cost of sales	(9,069)	(9,616)
Net profit	<u>485</u>	<u>3,199</u>
(b) Other		
Turnover	61,533	26,720
Cost of sales	(35,878)	(14,323)
Net profit	<u>25,655</u>	<u>12,397</u>

During the period the Charity had trading income from the sale of Association merchandise through events, functions and the website.

4. Income from membership and joining fees

	Year to 30 June 2022 £	Year to 30 June 2021 £
Life membership fees	37,837	33,477
Annual subscriptions	36,166	39,736
Overseas membership fees	399	600
	<u>74,402</u>	<u>73,813</u>

5. Income from donations and legacies

Donations received in the year includes £103,000 (2021: £9,165) in respect of restricted funds (see note 15). No legacies were received in the current or previous year.

In addition to the above, the Royal Naval College did not charge for accommodation provided to the charity to operate from.

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

6 Analysis of expenditure	Restricted Funds	Unrestricted Funds	Year to 30 June 2022	Year to 30 June 2021
	£	£	£	£
(a) Cost of events				
BRNC Reunion Dinner	-	3,590	3,590	-
BA 21 st Dinner	-	14,037	14,037	-
	-	17,627	17,627	-
(b) Analysis of charitable expenditure				
Grants and awards to BRNC				
BA Sword	-	1,530	1,530	208
BYC Merchandise Grant	-	2,434	2,434	-
Divisional Kit	-	8,153	8,153	10,004
Nav Block Grant	-	6,435	6,435	5,542
LHA Banner	-	-	-	240
POP Coverage Grant	-	2,649	2,649	8,325
Junior Officers Guide	-	101	101	407
Harrison Cup	-	-	-	330
Wittall Support	-	-	-	473
RNLA Support	-	97	97	712
Prizes Gifts & Awards	-	529	529	-
INMS Amenities Fund	-	300	300	-
Education Grant	-	750	750	-
	-	22,978	22,978	26,241
(c) Charitable activities				
Marketing and communications	-	1,236	1,236	1,066
Membership cards	-	-	-	728
Bank charges and interest	-	3,273	3,273	2,198
Subscriptions and licences	-	5,101	5,101	1,357
Insurance	-	1,572	1,572	1,499
Recruitment Expenses	-	2,980	2,980	1,556
Salaries (note 6e)	-	79,927	79,927	84,224
Travel and subsistence	-	711	711	-
Postage and stationery	-	5,223	5,223	4,951
Printing	-	3,117	3,117	2,232
Telephone	-	1,479	1,479	1,693
Website development	-	4,039	4,039	4,017
Depreciation	-	6,793	6,793	7,094
Other sundry costs	-	963	963	384
Governance costs				
Audit and accountancy				
Independent Examination	-	1,000	1,000	1,000
Other	-	5,042	5,042	12,090
Cost of trustee meetings	-	1,533	1,533	391
Professional fees	-	2,329	2,329	-
	-	126,318	126,318	126,480

Resources expended for the year to 30/06/22 included £nil of restricted funds (2021: £nil) (See Note 15).

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

6. Analysis of expenditure (continued)

	Year to 30 June 2022 £	Year to 30 June 2021 £
(d) Tours		
Turnover	-	707
Expenditure: Salaries (note 6e)	(29,302)	(17,242)
: Other	(7,314)	(1,825)
Net (loss)/profit	<u>(36,616)</u>	<u>(18,360)</u>
(e) Staff costs		
Wages and salaries	95,624	89,657
National Insurance	6,105	5,257
Pension costs	7,500	6,552
	<u>109,229</u>	<u>101,466</u>
Average number of staff employed during the year was:	<u>No 8</u>	<u>No 8</u>

No employees received employee benefits of more than £60,000. The key management personnel of the charity comprise the Trustees and the Association Secretary. The total employee benefits of the key management personnel were £45,525 (2021: £45,450).

7. Tangible assets

	Hawk Boats £	Cannon £	Fixtures and fittings £	Computer Equipment £	Total £
COST					
At 1 July 2021	61,834	3,000	608	13,244	78,686
Additions	-	-	-	-	-
At 30 June 2022	<u>61,834</u>	<u>3,000</u>	<u>608</u>	<u>13,244</u>	<u>78,686</u>
DEPRECIATION					
At 1 July 2021	49,464	3,000	608	11,491	64,563
Charge for period	6,183	-	-	610	6,793
At 30 June 2022	<u>55,647</u>	<u>3,000</u>	<u>608</u>	<u>12,101</u>	<u>71,356</u>
NET BOOK VALUE					
At 30 June 2022	<u>6,187</u>	<u>-</u>	<u>-</u>	<u>1,143</u>	<u>7,330</u>
At 31 July 2021	<u>12,370</u>	<u>-</u>	<u>-</u>	<u>1,753</u>	<u>14,123</u>

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

8. Investments

	2022 Unrestricted £	2021 Unrestricted £
Investment portfolio:		
Brought forward	854,374	755,465
Investment income received	22,113	18,060
Withdrawals by charity	(21,729)	(18,004)
Charges	(7,330)	(6,565)
Realised and unrealised (losses)/gains on investments	(37,931)	105,418
Charity balance at 30 June 2022	809,497	854,374
 Listed on Stock Exchange	 773,134	 837,082
Cash deposits	36,363	17,292
 Investment portfolio	 809,497	 854,374
	1	-
	809,498	854,374

The Charity owns the whole of the ordinary share capital, consisting of one ordinary share of £1 of BA Pavilion Company Ltd that was incorporated on 11 February 2022. (Company Number 13910741). At 30 June 2022 the company was dormant. The company's registered office is the same as the charity.

9. Debtors

	2022 £	2021 £
Gift Aid due	52,812	33,118
Prepayments and accrued income	11,945	14,400
	64,757	47,518

10. Creditors: Amounts falling due within one year

	2022 £	2021 £
Deferred membership fees	59,963	53,026
Other creditors and accruals	22,713	11,782
	82,676	64,808

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

	2022 £	2021 £
Deferred membership fees	344,739	314,664

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

12. Deferred income

Deferred income arises when annual or life memberships are purchased part way through the period. For annual memberships, the proportion deferred relates to the number of months which will occur in the following financial period. Life memberships are presumed to have a life-span of 16 years, therefore the proportion deferred relates to the number of years falling after the end of the current financial period.

	2022 £	2021 £
Balance as at 1 July 2021	367,690	358,579
Amount released to income	(49,806)	(48,913)
Amount deferred in the period	86,818	58,024
Balance as at 31 June 2022	<u>404,702</u>	<u>367,690</u>

13. Commitments

There were no commitments at 30 June 2022 or 30 June 2021.

14. Control and Related Party Transactions

The charity is under the control of its Trustees.
There were no related party transactions during the year.

The trustees neither received nor waived any emoluments during the period. No trustees claimed expenses during the current or prior year. In addition, the cost of trustees' meetings was £1,533 (2021: £391) met by private, ring-fenced donation. Insurance policy includes trustee indemnity insurance.

15. Net assets of the charity's funds

The charity's net assets belong to the various funds as follows:-

	Fixed assets and investments £	Net current assets £	Long term liabilities £	Fund balances £
Restricted funds	-	100,000	-	100,000
Unrestricted funds	816,828	140,583	(344,739)	612,672
	<u>816,828</u>	<u>240,583</u>	<u>(344,739)</u>	<u>712,672</u>

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

15a. Restricted funds:

Movements in the current year

	Balance at 1 July 2021 £	Income £	Expended £	Transfers £	Balance at 30 June 2022 £
Nav Block Rec Space	-	3,000	-	(3,000)	-
The Gosling Foundation	-	100,000	-	-	100,000
	-	103,000	-	(3,000)	100,000

Movements in the previous period

	Balance at 1 July 2020 £	Income £	Expended £	Transfers £	Balance at 30 June 2021 £
Communications fund	-	-	-	-	-
T-shirts	-	9,155	-	(9,155)	-
Divisional kit	-	4,153	-	(4,153)	-
Harrison Cup	-	10	-	(10)	-
	-	9,165	-	(9,165)	-

T shirts and Divisional Sports kit - Support to reduce the personal contribution required of Officer Cadets.

Militarisation Common Room - The creation of a recreation space for Officer Cadets in Militarisation phase of training.

RNLA Rec Space - The creation of a recreation space in the Royal Navy's Leadership Academy headquarters

Communications Fund – funds donated towards the cost of enhancing communication between members and promoting the charity through a series of events.

The Gosling Foundation – for the purpose of a BRNC Pavilion Feasibility Study – partially expended in YE23

The Britannia Association

Notes and Accounting Policies

Year ended 30 June 2022

15b. Unrestricted funds: movements in the current year

	Balance at 1 July 2021 £	Income £	Investment gain/(loss) £	Expended £	Transfer £	Balance at 30 June 2022 £
General Fund	452,686	229,792	43,289	(255,816)	3000	472,951
Revaluation Fund	220,940	-	(81,219)	-	-	139,721
	<u>673,626</u>	<u>229,792</u>	<u>(37,930)</u>	<u>(255,816)</u>	<u>3,000</u>	<u>612,672</u>

The general reserve fund represents those funds which are unrestricted and not designated for other purposes.

The revaluation fund represents the amount by which the market value of investments held at the year end exceeds their book cost.

15b. Unrestricted funds: movements in the previous period

	Balance at 1 July 2020 £	Income £	Investment gain £	Expended £	Transfer £	Balance at 30 June 2021 £
General Fund	468,345	162,752	14,716	(202,292)	9,165	452,686
Revaluation Fund	130,238	-	90,702	-	-	220,940
	<u>598,583</u>	<u>162,752</u>	<u>105,418</u>	<u>(202,292)</u>	<u>9,165</u>	<u>673,626</u>

16. Funds received as agent

During the year the charity organised various events as agent for Britannia Royal Naval College (BRNC). Income of £6,315 (2021: £2,210) and expenditure of £12,815 (2021: £2,340) was received and paid by the charity in this capacity during the year and a balance of £6,370 was owed to BRNC at 30 June 2022 (2021: £130 owed by BRNC). This income and expenditure is not included in the accounts of the charity.