

The Carnegie Herne Hill Community Trust CIO
Unaudited Financial Statements
31 December 2021

WALTER HUNTER & CO LIMITED

Chartered accountants
24 Bridge Street
Newport
South Wales
NP20 4SF

The Carnegie Herne Hill Community Trust CIO

Financial Statements

Year ended 31 December 2021

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The Carnegie Herne Hill Community Trust CIO

Trustees' Annual Report

Year ended 31 December 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 December 2021.

Reference and administrative details

Registered charity name	The Carnegie Herne Hill Community Trust CIO
Charity registration number	1164005
Principal office	Carnegie Library 192 Herne Hill Road Herne Hill LONDON SE24 0AG

The trustees

B Prince	
N McLeod	
Y B Karraz	
T Halahan	(Appointed 17 March 2022)
B Morrison	(Appointed 3 October 2022)

Independent examiner	Mr Jonathan Rhodes BSc BFP FCA 24 Bridge Street Newport South Wales NP20 4SF
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Structure, governance and management

Type of governing document: Constitution

How is the charity constituted: CIO (Foundation Model)

Trustee recruitment via social media.

We have a Trustee Handbook. The first Trustees have completed training with NCVO. We are arranging this for the new Trustees.

Organisational structure:

Chair

Secretary

Treasurer

Wider network: Member of Lambeth Community Hubs Group

The Carnegie Herne Hill Community Trust CIO

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

Objectives and activities

- The CCT will manage and develop the Carnegie building on behalf of the community as a Community Hub and Enterprise Library, enhancing the lives of our local communities, strengthening the local economy, supporting local culture and encouraging wellbeing.
- The long-term sustainable future of the Carnegie Library building in Herne Hill will be secured as a community owned and managed asset.
- The building will provide wide public access and community use to include an Enterprise Library space and a wide range of activities that complement the literary, cultural and creative ethos originally envisaged in Andrew Carnegie's endowment.
- The historical legacy and the architectural fabric of the building will be secured.

The Trustees of CCT CIO have developed and operate the Carnegie Community Hub at Carnegie Library. We operate under a licence currently renewed every 6 months, pending agreement of a long term lease.

The main activity of the Hub is to hire out the five rooms in the building, except the library room itself, for community and commercial activities to generate income. Wherever possible hires are community based, local and attract local residents. One room is dedicated to individual desk hires - the Enterprise Centre.

The Trustees have had regard to guidance issued by the Charity Commission on Public Benefit.

Volunteers make an important contribution by tending to the large garden area which surrounds the building.

The Carnegie Herne Hill Community Trust CIO

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

Achievements and performance

In January and February 2021 the activity of the Community Hub was developing well. We hired out rooms for example for birthday parties, a book group quiz and we had many pending bookings when Covid19 arrived. In the ongoing financial year of 2021, our activity was moderately constrained by Covid19. The building belongs to Lambeth Council. Therefore, policy on closure etc during Covid has all been determined by Lambeth Council. The building was completely closed from March 2020 to July 2020. It was closed again in November 2020 and again at the end of the year.

During periods when we could use rooms (January 21 to May 21), we were required to have approval by Lambeth Council of a Covid Risk Assessment for each activity. The Risk Assessment process moved very slowly. Our activity returned mid-summer, but this was very intermittent.

Our desk hires in the Enterprise Centre similarly recommenced in October but closed again in November, and slowly restarted in January 2021.

During 2021, we had the same Trustees throughout the year, some Trustees expressed their wish to leave the Trust and we started recruiting new ones in 2022.

In the period of Covid19 we were able to complete the development of a new website funded by the Heritage Resilience Lottery Programme in 2018/19.

We were able to complete a Brochure also funded by HLF. The Brochure was distributed in June 2020 when Covid restrictions permitted.

During 2021, we firmed up our plans for the Café in the building.

We reviewed and republished our Business Plan.

At the end of 2021, we were in a strong position to develop successfully when Covid restrictions were lifted.

Financial review

The financial position was stable - see accounts - as we had more outgoings in 2021.

Reserves held by the charity are detailed in the Statement of Financial Position on page 7 of the accounts. A Reserves Policy is under consideration.

In 2021 we did not employ any staff and we are not yet required to pay for services

Income generated from room hires and grant applications.

The risks facing the charity are:

1. Lambeth refurbishing plans for the building were delayed
2. We are unable to secure an agreed lease
3. The building - Carnegie Library - is not maintained in good enough repair for successful room hires
4. We are unable to develop the planned cafe

The Carnegie Herne Hill Community Trust CIO

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

The trustees' annual report was approved on 26 October 2022 and signed on behalf of the board of trustees by:

Y B Karraz
Trustee

A handwritten signature in black ink, appearing to read 'Y B Karraz', is written over a light grey rectangular background.

The Carnegie Herne Hill Community Trust CIO

Independent Examiner's Report to the Trustees of The Carnegie Herne Hill Community Trust CIO

Year ended 31 December 2021

I report to the trustees on my examination of the financial statements of The Carnegie Herne Hill Community Trust CIO ('the charity') for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do 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.



Mr Jonathan Rhodes BSc BFP FCA
Independent Examiner

24 Bridge Street
Newport
South Wales
NP20 4SF

26 October 2022

The Carnegie Herne Hill Community Trust CIO

Statement of Financial Activities

Year ended 31 December 2021

			2021		2020
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	4	35,685	7,000	42,685	515
Charitable activities	5	15,618	—	15,618	2,904
Total income		<u>51,303</u>	<u>7,000</u>	<u>58,303</u>	<u>3,419</u>
Expenditure					
Expenditure on charitable activities	6,7	5,559	3,978	9,537	20,798
Total expenditure		<u>5,559</u>	<u>3,978</u>	<u>9,537</u>	<u>20,798</u>
Net income/(expenditure) and net movement in funds		<u>45,744</u>	<u>3,022</u>	<u>48,766</u>	<u>(17,379)</u>
Reconciliation of funds					
Total funds brought forward		2,918	23,900	26,818	44,197
Total funds carried forward		<u>48,662</u>	<u>26,922</u>	<u>75,584</u>	<u>26,818</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 8 to 13 form part of these financial statements.

The Carnegie Herne Hill Community Trust CIO

Statement of Financial Position

31 December 2021

	Note	2021 £	2020 £
Current assets			
Debtors	11	788	—
Cash at bank and in hand		75,936	26,818
		<u>76,724</u>	<u>26,818</u>
Creditors: amounts falling due within one year	12	1,140	—
Net current assets		<u>75,584</u>	<u>26,818</u>
Total assets less current liabilities		<u>75,584</u>	<u>26,818</u>
Net assets		<u>75,584</u>	<u>26,818</u>
Funds of the charity			
Restricted funds		26,922	23,900
Unrestricted funds		48,662	2,918
Total charity funds	13	<u>75,584</u>	<u>26,818</u>

These financial statements were approved by the board of trustees and authorised for issue on 26 October 2022, and are signed on behalf of the board by:



Y B Karraz
Trustee

The notes on pages 8 to 13 form part of these financial statements.

The Carnegie Herne Hill Community Trust CIO

Notes to the Financial Statements

Year ended 31 December 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Carnegie Library, 192 Herne Hill Road, Herne Hill, LONDON, SE24 0AG.

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 Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

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

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 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.

Income tax

The charity is exempt from tax on its charitable activities.

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.

The Carnegie Herne Hill Community Trust CIO

Notes to the Financial Statements *(continued)*

Year ended 31 December 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.

The Carnegie Herne Hill Community Trust CIO

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

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

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	685	–	685
Grants			
London Borough of Lambeth	35,000	–	35,000
London Catalyst	–	2,000	2,000
The London Community	–	5,000	5,000
	<u>35,685</u>	<u>7,000</u>	<u>42,685</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Donations	515	–	515
Grants			
London Borough of Lambeth	–	–	–
London Catalyst	–	–	–
The London Community	–	–	–
	<u>515</u>	<u>–</u>	<u>515</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Room & Desk Hire	<u>15,618</u>	<u>15,618</u>	<u>2,904</u>	<u>2,904</u>

The Carnegie Herne Hill Community Trust CIO

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Room & Desk Hire	1,952	—	1,952
Awards for All	—	1,131	1,131
Co-Op Borough	—	2,847	2,847
London Borough of Lambeth	3,607	—	3,607
HLF Resilience	—	—	—
	<u>5,559</u>	<u>3,978</u>	<u>9,537</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Room & Desk Hire	759	—	759
Awards for All	—	82	82
Co-Op Borough	—	1,302	1,302
London Borough of Lambeth	—	—	—
HLF Resilience	—	18,655	18,655
	<u>759</u>	<u>20,039</u>	<u>20,798</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Total funds 2021 £	Total fund 2020 £
Room & Desk Hire	1,952	1,952	759
Awards for All	1,131	1,131	82
Co-Op Borough	2,847	2,847	1,302
London Borough of Lambeth	3,607	3,607	—
HLF Resilience	—	—	18,655
	<u>9,537</u>	<u>9,537</u>	<u>20,798</u>

8. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,140</u>	<u>—</u>

9. Staff costs

The average head count of employees during the year was Nil (2020: Nil).

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

The Carnegie Herne Hill Community Trust CIO

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

10. Trustee remuneration and expenses

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

11. Debtors

	2021 £	2020 £
Trade debtors	788	—

12. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	1,140	—

13. Analysis of charitable funds

Unrestricted funds

	At 1 January 20 21 £	Income £	Expenditure £	At 31 December 2021 £
General funds	2,918	16,303	(1,952)	17,269
London Borough of Lambeth	—	35,000	(3,607)	31,393
	<u>2,918</u>	<u>51,303</u>	<u>(5,559)</u>	<u>48,662</u>

	At 1 January 20 20 £	Income £	Expenditure £	At 31 December 2020 £
General funds	258	3,419	(759)	2,918
London Borough of Lambeth	—	—	—	—
	<u>258</u>	<u>3,419</u>	<u>(759)</u>	<u>2,918</u>

The Carnegie Herne Hill Community Trust CIO

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

13. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 January 20 21	Income	Expenditure	At 31 December 2021
	£	£	£	£
HLF Resilience	—	—	—	—
Awards for All	5,488	—	(1,131)	4,357
Co-Op Borough	18,412	—	(2,847)	15,565
London Catalyst	—	2,000	—	2,000
The London Community	—	5,000	—	5,000
	<u>23,900</u>	<u>7,000</u>	<u>(3,978)</u>	<u>26,922</u>

	At 1 January 20 20	Income	Expenditure	At 31 December 2020
	£	£	£	£
HLF Resilience	18,655	—	(18,655)	—
Awards for All	5,570	—	(82)	5,488
Co-Op Borough	19,714	—	(1,302)	18,412
London Catalyst	—	—	—	—
The London Community	—	—	—	—
	<u>43,939</u>	<u>—</u>	<u>(20,039)</u>	<u>23,900</u>

14. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	2021 £
Current assets	<u>48,662</u>	<u>26,922</u>	<u>75,584</u>

	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	2020 £
Current assets	<u>2,918</u>	<u>23,900</u>	<u>26,818</u>