

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 December 2020
for
Southport Dramatic Club

Topping & Company
Chartered Accountants
209 Liverpool Road
Birkdale
Southport
Merseyside
PR8 4PH

**Contents of the Financial Statements
for the Year Ended 31 December 2020**

	Page
Operating and Financial Review	1
Report of the Trustees	2 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6 to 7
Notes to the Financial Statements	8 to 12
Detailed Statement of Financial Activities	13 to 14

**Operating and Financial Review
for the Year Ended 31 December 2020**

The Review this year is one I would never have expected or indeed wished to have written.

Three months into the year, Covid-19 infections escalated, Theatres were ordered to close and almost all income streams we would have usually expected disappeared overnight.

The ensuing crisis was only expected to be short-lived, and plans were made to safeguard the Charity and our wonderful Theatre in anticipation of an early re-opening.

A new season was planned, extensive renovations and improvements to the Theatre have taken place all to entice our audience back as soon as we were able.

These accounts show very clearly how the Club has been affected and its financial assets hit extremely hard. We were fortunate that Bank deposits held by the Club were substantial, but as the regular essential expenses continue even when not open our deposits have been hit very badly. Deposits have reduced by about a third during the year with no income but all the normal major expenditure going out.

As I write the crisis still continues 6 months after these accounts closed, thus reducing our invested assets even further.

Approved by order of the board of trustees on 15 July 2021 and signed on its behalf by:



.....
A J Gorse Hon. Treasurer & Trustee

**Report of the Trustees
for the Year Ended 31 December 2020**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the Company are the production and performance of Dramatic Plays, the encouragement of Dramatic Art and the raising of funds for charitable purposes.

Public benefit

The Charity Trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties.

FINANCIAL REVIEW

Reserves policy

The Charity's unrestricted funds at the 31 December 2020 amounted to £1,050,890 (2019: £1,113,771) and are held for the Charity to continue its existence for the foreseeable future to accomplish its objectives and activities as outlined above.

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees. None of the Charity's funds are designated for specific charitable purposes.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

On the 10th July 2015 this Charitable Incorporated Organisation, limited by guarantee, was formed in the name of Southport Dramatic Club (Company Number 9679816).

At a Trustees' meeting, of the Southport Dramatic Club (Unincorporated Charity, No: 221585), on the 19th January 2016 and ratified at an Extra General Meeting on the 18th April 2016, it was resolved, under the terms of the Club's Trust's Deed, that the Charity, known as Southport Dramatic Club (Charity Number: 221585) be dissolved and all of the assets and liabilities of the Club be transferred directly to the new Charitable Company (Charity Number: 1164398).

As such the Club's Board of Management was dissolved, with the existing Club Trustees being appointed as Directors of the new Charitable Company.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

09679816 (England and Wales)

Registered Charity number

1164398

Registered office

Little Theatre
Hoghton Street
Southport
Merseyside
PR9 0PA

**Report of the Trustees
for the Year Ended 31 December 2020**

Trustees

A J Gorse
M J Yates
C R Preston (resigned 29.9.20)
Miss F Percival
G R Mann (resigned 29.9.20)
A V Newport
Mrs S J Unsworth
Miss T L Hirsch
G A Gosling (appointed 29.9.20)
B E Gillow
Mrs L D Haywood (appointed 29.9.20)

Company Secretary

M J Yates

Independent Examiner

Topping & Company
Chartered Accountants
209 Liverpool Road
Birkdale
Southport
Merseyside
PR8 4PH

Solicitors

Weightmans LLP
100, Old Hall Street
Liverpool
L3 9QJ

Bankers

Nat West Bank Plc
130 Lord Street
Southport
Merseyside
PR9 0AB

Approved by order of the board of trustees on 15 July 2021 and signed on its behalf by:



G A Gosling - Trustee

**Independent Examiner's Report to the Trustees of
Southport Dramatic Club**

Independent examiner's report to the trustees of Southport Dramatic Club ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (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').

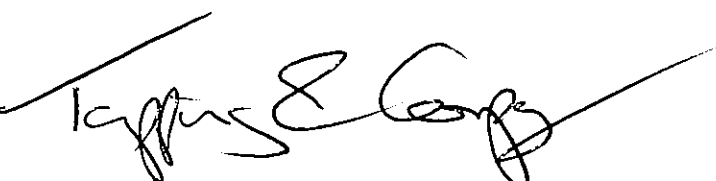
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). 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

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.



Topping & Company
Chartered Accountants
Topping & Company
Chartered Accountants
209 Liverpool Road
Birkdale
Southport
Merseyside
PR8 4PH

15 July 2021

**Statement of Financial Activities
for the Year Ended 31 December 2020**

	Notes	31.12.20 Unrestricted fund £	31.12.19 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		6,775	5,000
Charitable activities			
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES		126,859	392,711
RESOURCES EXPANDED		-	-
Other trading activities	2	3,075	7,064
Investment income	3	8,119	8,466
Total		144,828	413,241
 EXPENDITURE ON			
Raising funds		1,220	1,459
Charitable activities			
COST OF CHARITABLE ACTIVITIES		52,983	129,412
GOVERNANCE COSTS		153,506	226,523
Total		207,709	357,394
 NET INCOME/(EXPENDITURE)		(62,881)	55,847
 RECONCILIATION OF FUNDS			
Total funds brought forward		1,113,771	1,057,924
 TOTAL FUNDS CARRIED FORWARD		1,050,890	1,113,771

Balance Sheet
31 December 2020

	Notes	31.12.20 Unrestricted fund £	31.12.19 Total funds £
FIXED ASSETS			
Tangible assets	6	726,887	726,887
CURRENT ASSETS			
Stocks	7	2,576	4,988
Debtors	8	2,409	2,740
Cash at bank and in hand		325,406	438,161
		330,391	445,889
CREDITORS			
Amounts falling due within one year	9	(6,388)	(59,005)
NET CURRENT ASSETS		324,003	386,884
TOTAL ASSETS LESS CURRENT LIABILITIES		1,050,890	1,113,771
NET ASSETS		1,050,890	1,113,771
FUNDS	10		
Unrestricted funds		1,050,890	1,113,771
TOTAL FUNDS		1,050,890	1,113,771

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

Balance Sheet - continued
31 December 2020

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

The financial statements were approved by the Board of Trustees and authorised for issue on 15 July 2021 and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'A J Gorse', with a horizontal line drawn through the middle of the signature.

A J Gorse - Trustee

**Notes to the Financial Statements
for the Year Ended 31 December 2020**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Land and property are not depreciated as the Charitable Company maintains the property in a state of good repair and it is considered that the residual values are such that the depreciation is not significant.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Coronavirus (covid-19) grants

Coronavirus (Covid-19) grants are recognised as income in the Charity's Income Statement at the time they are received,

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

2. OTHER TRADING ACTIVITIES

	31.12.20	31.12.19
	£	£
Social & Fundraising events	-	3,685
Social lotteries	3,075	3,379
	<u>3,075</u>	<u>7,064</u>

3. INVESTMENT INCOME

	31.12.20	31.12.19
	£	£
Rents received	7,800	7,800
Deposit account interest	319	666
	<u>8,119</u>	<u>8,466</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

5. STAFF COSTS

The average monthly number of employees during the year was as follows:

	31.12.20	31.12.19
	2	2
Full time equivalent employees	<u>2</u>	<u>2</u>

No employees received emoluments in excess of £60,000.

6. TANGIBLE FIXED ASSETS

	Freehold property £
COST	
At 1 January 2020 and 31 December 2020	<u>726,887</u>
NET BOOK VALUE	
At 31 December 2020	<u>726,887</u>
At 31 December 2019	<u>726,887</u>

Included in cost or valuation of land and buildings is freehold land of £595,431 (2019 - £595,431) which is not depreciated.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

7. STOCKS

	31.12.20	31.12.19
	£	£
Stocks	<u>2,576</u>	<u>4,988</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Trade debtors	273	2,728
Other debtors	73	12
VAT	<u>2,063</u>	<u>-</u>
	<u>2,409</u>	<u>2,740</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Trade creditors	4,215	11,386
Social security and other taxes	598	-
VAT	-	574
Accruals and deferred income	<u>1,575</u>	<u>47,045</u>
	<u>6,388</u>	<u>59,005</u>

10. MOVEMENT IN FUNDS

	At 1.1.20	Net movement	At
	£	in funds	31.12.20
		£	£
Unrestricted funds			
General fund	1,113,771	(62,881)	1,050,890
	<u>1,113,771</u>	<u>(62,881)</u>	<u>1,050,890</u>
TOTAL FUNDS	<u>1,113,771</u>	<u>(62,881)</u>	<u>1,050,890</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	144,828	(207,709)	(62,881)
	<u>144,828</u>	<u>(207,709)</u>	<u>(62,881)</u>
TOTAL FUNDS	<u>144,828</u>	<u>(207,709)</u>	<u>(62,881)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

10. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	1,057,924	55,847	1,113,771
TOTAL FUNDS	<u>1,057,924</u>	<u>55,847</u>	<u>1,113,771</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	413,241	(357,394)	55,847
TOTAL FUNDS	<u>413,241</u>	<u>(357,394)</u>	<u>55,847</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	1,057,924	(7,034)	1,050,890
TOTAL FUNDS	<u>1,057,924</u>	<u>(7,034)</u>	<u>1,050,890</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	558,069	(565,103)	(7,034)
TOTAL FUNDS	<u>558,069</u>	<u>(565,103)</u>	<u>(7,034)</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.