

Charity registration number 1164553 (England and Wales)

MUMBLES COMMUNITY ASSOCIATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

MUMBLES COMMUNITY ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M Rodwell (Chair)	
	C Parkin MBE	
	Mr M Podbielski (Secretary)	
	F C Rees	
	M Wade	(Appointed 21 July 2024)
	M Williams	(Appointed 27 July 2024)
	M Child	(Appointed 27 July 2024)
	D R Cann	

Charity registration	England and Wales	1164553
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Accountants	CJH	
	Ty Caer Wyr Charter Court	
	Phoenix Way	
	Enterprise Park	
	Swansea	
	United Kingdom	
	SA7 9FS	

MUMBLES COMMUNITY ASSOCIATION

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MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their annual report and financial statements for the year ended 31 March 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)".

The report of the trustees also incorporates a directors' report as required by company law.

Objectives and activities

The charity's objects are:

- To further or benefit the residents of Mumbles, Swansea and the surrounding neighbourhood, without distinction of sex, sexual orientation, race political, religious or other opinions, by associating together residents, local authorities, voluntary and other organisations in a common effort to advance education and to provide facilities in the interests of social welfare for recreation and leisure time occupation, with the objective of improving the conditions of life for the residents.

In furtherance of these objects (but not otherwise), the trustees have the power to establish or secure the establishment of a community centre and to maintain or manage or co-operate with any statutory authority in the maintenance and management of, such a centre for activities promoted by the charity.

- To promote for the benefit of the inhabitants of Mumbles and the surrounding area the provision of facilities for recreation and other leisure-time occupation for individuals who have need of such facilities by reason of their youth, age, infirmity, disability, financial hardship, or social and economic circumstances, or for the public at large, in the interests of social welfare and with the object of improving their quality of life.

Public benefit

The trustees of the charity are committed to providing a public benefit and have taken into account the Charity Commission's guidance in this area.

Mumbles Community Association's principal purpose is to develop, improve and maintain facilities in Underhill Park for the benefit of the community of Mumbles and the wider area.

The Hub changing rooms and All Weather Pitch provide improved facilities for the sporting community. Importantly, the Hub café and meeting space provides benefits to the wider community as an ideal place for local community groups (charities, creches, youth groups) to hold meetings and events.

MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Achievements and performance

Significant activities and achievements against objectives

The year ended 31 March 2025 was a landmark year for Mumbles Community Association (MCA), marking the first full year of operation of two major community assets at Underhill Park; the **Community Hub (Hub)** and the **All Weather Pitch (AWP)**.

These achievements represent the culmination of years of planning, fundraising and partnership work. Both facilities are now providing valuable benefits to the residents of Mumbles and the wider Swansea area, supporting recreation, wellbeing and community cohesion.

There have been significant changes within the trustee board; the death of our Treasurer, Peter Bray, in February 2024 was followed by the resignations of our Chair and Vice Chair in April. The remaining trustees extend their gratitude for their service and are actively recruiting new members to strengthen governance and sustain momentum. Mumbles Community Association remains financially stable and aims to continue developing and improving the facilities at Underhill Park for the benefit of all members of the community.

During the year, Mumbles Community Association marked the first full year of operation of two key community facilities at Underhill Park: the new **Community Hub** (opened July 2023) and the **All Weather Pitch (AWP)** (opened November 2023).

The Hub provides a café, meeting space and changing rooms, and has quickly become a well-used venue for local groups, events and community activities. The AWP is used extensively by local sports clubs and community leagues, providing a year-round training and recreation facility that supports health, wellbeing and social inclusion.

At the outset of the project, the trustees sought professional advice regarding the best legal structure for the development. In order to reduce development costs and reclaim all VAT payable (circa £600,000), the trustees were advised to keep MCA as the property-owning entity with all trade activity undertaken by a separate limited company.

As a result of this professional advice, trading activities of the Hub and AWP were managed by **Underhill Management Company Limited**, (UMC) a wholly owned subsidiary of the charity.

Although UMC has now ceased trading, the **Mumbles Community Association** remains financially stable and able to meet its liabilities.

Operation of the Hub and AWP is now undertaken jointly by Mumbles Community Council (MCC) and City & County of Swansea Council (CCoS).

The period saw continued investment in the park with the installation of a new all-weather cricket strip. This facility means that cricket will return to the park after a few years' absence. Mumbles Cricket Club intend to play 3rd team and junior fixtures on the new strip.

A new tarmac pathway linking the car park to the park facilities has also been constructed. Plans are already in place to install lighting on the path to improve visitor safety.

MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

The year also saw further changes to the board, following the sad passing of Treasurer Peter Bray in February 2024 and the subsequent resignations of Chair Simon Tse and Vice Chair David Wilson. The trustees express their gratitude for their invaluable service and are now seeking new trustees with financial and commercial expertise to strengthen the board.

Future plans include further improvements to Underhill Park, such as installing further lighting, new pathways and a covered viewing area adjoining the AWP.

The trustees are proud of the charity's achievements in delivering the considerable improvements to Underhill Park and remain committed to sustaining and developing Underhill Park as a welcoming, inclusive space for residents of Mumbles and the wider Swansea community.

The financial year ended 31 March 2025 was a turbulent and difficult year; the loss of three key individuals early in the year coupled with ongoing concerns regarding the viability of UMC presented a number of challenges for the trustees

- **Community Hub**

The new **Hub** opened on 19 July 2023. The Hub provides a café, meeting room and changing facilities and has quickly become a popular community space. It regularly hosts children's playgroups, private events and community meetings. The meeting room is also used twice weekly by a major bank as a 'pop-in' branch. A local physiotherapist leases one of the changing rooms as a treatment/consulting room.

- **The All Weather Pitch**

The **All Weather Pitch** opened on 6 November 2023 and has been enthusiastically adopted by local football and rugby clubs for winter training. Local community clubs, Mumbles Rangers and Newton Athletic, utilise the AWP for local league fixtures for junior and senior football, also for the growing women and girl's sections. It has been utilised by a Swansea based team, St Josephs, for all of its home league fixtures. The AWP also supports community sports activities including a summer rounders league and a 6-a-side football league.

These developments have significantly enhanced facilities available to residents and local groups, fulfilling MCA's charitable aims of promoting recreation, wellbeing and community engagement.

MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Fundraising practices

The total cost of the project to develop the Community Hub and All Weather Pitch at Underhill Park was in excess of £3,200,000. The majority of this expenditure (£3,100,000) was funded via grants from the following local and national organisations:

- £1,570,000 from Mumbles Community Council
- £485,000 from The National Lottery
- £330,000 from the City and County of Swansea
- £250,000 from the Welsh Government
- £250,000 from Sports Wales
- £190,000 from Cymru Football Federation
- £25,000 from the Welsh Rugby Union

The balance of funding comprised generous donations from local businesses and individuals. The businesses concerned comprise:

- £50,000 from Swansea Building Society
- £15,000 from Centrus
- £10,000 from Joe's Ice Cream Parlour
- £6,500 from Mallard Surveyors
- £5,000 from Dawson's Estate Agents
- £3,000 from Surfside Café

Donations from private individuals comprised the following, the majority of whom had existing connections with Underhill Park or the clubs that use the park:

- Helen Gough donated £5,000 including Gift Aid in memory of her late husband James Thomas Michael aka Jimmy Crackers
- Nick Hansard, a former Mumbles RFC 1st XV player donated £5,000
- Local businessman, Rob Davies, generously donated £10,000 in support of local sports
- Rob Hixson, who donated £2,500 in memory of his dad, Peter, a stalwart of Mumbles RFC
- Richard and Amanda Wastnage who made significant donations in 2020, 2021 and 2022
- The WRU, who granted £25,000 to MCA, towards the cost of new changing rooms in early 2020, provided a further grant of £24,000 to Mumbles RFC in June 2022. The rugby club donated this money to MCA towards the cost of changing rooms 5 and 6
- Mumbles Old People's Welfare Association, who donated over £9,000 in 2019
- Mumbles RFC member Keith Harris donated £5,000 to get things started

Further personal donations were obtained via messaging on the 'GO-Underhill' website and at public events, describing the development proposals for the park.

No third-party organisation was employed to generate donations.

No complaints have been received regarding the charity's fund-raising activities.

MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Financial review

Trading activities related to the Hub and AWP were, until July 2025, operated by **Underhill Management Company Limited (UMC)**, a wholly owned subsidiary of MCA. In common with many start-up ventures, UMC failed to generate a profit in its first year of trading. However, the losses continued into the second year and, as a result, the company experienced cash flow pressures.

To assist and support the directors of UMC, trustees established a Finance Committee comprising three trustees with commercial experience. The Finance Committee introduced a robust process of forecasting and monitoring UMC's cash flow to ensure all liabilities were met when due.

In early 2025, the directors of UMC were notified that the Rateable Value of Underhill Park had been assessed at £100,000, this would mean a total Business Rates liability of £93,000 for the two years 2023/24 and 2024/25.

UMC would not be able to meet such a liability. The directors therefore lodged a Rateable Value appeal with the Valuation Office Agency. The Business Rates liability was deferred pending the outcome of the appeal.

Faced with the potential threat to UMC and to ensure full transparency, the trustees of MCA informed all principal funders of the "Go-Underhill" project of the threat posed by the Business Rates liability and the potential impact on UMC and the park.

Face to face meetings were held with Mumbles Community Council and The National Lottery, both of whom have been supportive of trustees. Mumbles Community Council in particular were keen to take over the running of the HUB and AWP in the event of UMC's failure.

MCC took legal advice on the matter and were advised that they would be able to take possession of the Hub & AWP, and trade without becoming liable for the £600,000 VAT reclaimed by MCA provided the Hub and AWP were closed for a period. Their advice was that this would demonstrate to the VAT authorities that UMC and MCC are totally separate organisations. In order to allow for this closure period and minimise the disruption to the football and rugby clubs who use the park, MCC required a decision on UMC's future by 30 June 2025.

In June 2025, the VOA responded to the Rateable Value appeal by reducing the assessment from £100,000 to £74,500. Furthermore, CCoS had granted UMC 40% *Retail & Hospitality Relief*. Unfortunately, with three years of backdated rates now due, the total liability was £67,000, which UMC could not afford.

Trustees sought legal advice and were informed that, should UMC fail, the Business Rates liability would fall on MCA resulting in the insolvency of MCA.

Following receipt of this advice, trustees formally notified the Charity Commission (on 20 June 2025) that there was an *"Urgent Risk of Insolvency for Mumbles Community Association"*.

On the 2 July 2025, trustees' representatives met CCoS and were informed that the legal advice was incorrect: MCA would **not** become liable for historic Business Rates should UMC fail. Furthermore, MCA – because of its charitable status – would receive 100% relief and therefore, **not** be liable for any future Business Rates liability.

In light of this, MCA retains sufficient financial resources to meet its liabilities, which at 31 March 2025 primarily comprise outstanding payments to contractors associated with the construction of the Hub and AWP.

At a trustees' meeting on 2 July 2025, all trustees present recognised that UMC's position remained untenable and therefore, voted to appoint a liquidator to deal with UMC.

MCC and The National Lottery were promptly notified of this development and, McAllister & Co (insolvency practitioners) were appointed as liquidators. The Hub and AWP closed on 5 July 2025.

The Hub and AWP reopened on 5 September 2025 under the joint control of MCC and CCoS, which remains the position as at the date of this report.

Total incoming resources for the year amounted to £21,254 (2024 - £984,031). Resources expended amount to £239,109 (2024 - £395,677). The net deficit for the year is £217,855 (2024 - surplus of £588,354).

The net reserves at the balance sheet date are £2,807,719 (2024 - £3,025,574).

MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

Reserves policy

The charity's aim is to maintain sufficient reserves at all times to enable it to meet its current and future commitments.

The current level of reserves reflects the fact that various commitments in respect of the contracts with Blakedown Sports & Play Limited and TAD Builders Limited remain outstanding at the financial year end.

Principal funding sources

The various funding sources are summarised above, however, the largest funding provider to date is Mumbles Community Council who have provided funding totalling £1,570,000.

Plans for future periods

The failure of UMC has been a major disappointment to all trustees. While there is considerable satisfaction in what MCA has achieved in delivering the extensive improvements to the park, there is also uncertainty concerning the future role of MCA.

Amicable discussions are ongoing between MCA and MCC regarding the future management of the facilities and at the date of this report, no formal decision has been reached on this point.

If MCA does continue, there are a number of potential projects to be completed, including:

- Installation of further lighting from the car park to the AWP
- Construction of a covered viewing area alongside the AWP
- Installation of lighting from the children's play area to the Langland Road entrance

These initiatives will further enhance accessibility, safety and community use of Underhill Park.

Structure, governance and management

The charity is controlled by its governing document and constitutes a charitable incorporated organisation, registered in England and Wales on 25 November 2015. The trustees are responsible for the overall management and strategic direction of the organisation.

During the previous reporting year, MCA experienced significant changes in its board composition. The trustees were deeply saddened by the death of Peter Bray, Treasurer, whose financial expertise and long service were invaluable to the charity.

In addition, Simon Tse (Chair) and David Wilson (Vice Chair) resigned during the year. Their leadership and commitment in steering the charity through the completion of the Underhill Park redevelopment are warmly acknowledged.

Trustees meet monthly, with additional meetings convened as required. Reports are received from the various working groups operating under the 'Go Underhill' banner. The board recognises the need to recruit additional trustees, particularly those with financial, commercial and accounting experience, to strengthen governance and support future growth.

MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr M Rodwell (Chair)

C Parkin MBE

Mr M Podbielski (Secretary)

C Davies

(Resigned 1 January 2025)

A Deeks

(Resigned 19 May 2025)

F C Rees

M Wade

(Appointed 21 July 2024)

M Williams

(Appointed 27 July 2024)

M Child

(Appointed 27 July 2024)

D R Cann

S Tse

(Resigned 19 April 2024)

D M Wilson

(Resigned 19 April 2024)

Mr Patrick Jenkins

(Appointed 27 July 2024 and resigned 1 December 2025)

Mr Michael Cann

(Appointed 27 July 2024 and resigned 19 May 2025)

Recruitment and appointment of trustees

In accordance with the charity's constitution, there must be at least three charity trustees and the number of charity trustees representing or associated (that being actively involved in the running of and thereafter referred to as 'Associated') with Mumbles Rangers and the number of charity trustees representing or associated with Mumbles Rugby Club, must be equal.

The charity trustees may at any time decide to appoint a new charity trustee, whether in place of a charity trustee who has retired or been removed, or as an additional trustee.

Eligibility for trustees

- Every trustee must be a natural person
- No one may be appointed as a charity trustee if:
 - He or she is under the age of 16, or
 - He or she meets the criteria described in Clause 15 ('Retirement and Removal of Charity Trustees') of the Constitution dated 21 July 2021

Organisational structure

The trustees of the charity will be responsible for the management and strategic direction of the charity. To ensure a prudent distribution of responsibilities, the trustees will appoint officers to the following roles:

- Chair
- Secretary
- Treasurer

Decisions are voted on in formal meetings and are decided by simple majority.

In order for a meeting to be valid, a quorum must be present. A quorum is defined as 25% of members or three, whichever is greater.

As at 31 March 2025, two trustees (Mr M Podbielski and Ms FC Rees) were also directors of the wholly-owned subsidiary, Underhill Management Company Limited.

MUMBLES COMMUNITY ASSOCIATION

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2025

Induction and training of trustees

There is no formal induction programme for new trustees. However, all receive an introduction to the history and aims of the charity and are also provided with copies of:

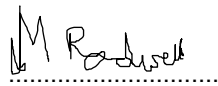
- Mumbles Community Association Constitution
- MCA's latest financial statements together with the latest trustees report
- MCA/UMC summary of director and trustee roles and responsibilities
- MCA conflict of interest policy
- MCA conflict of interest disclosure form

On the occasions that training is arranged for trustees, it has been provided by representatives of Swansea Council for Voluntary Service ('SCVS').

Remuneration policy

The charity is entirely run by trustees who participate on a voluntary basis and receive no payment, other than reimbursement of expenses incurred on behalf of the charity.

The trustees' report was approved by the Board of Trustees.



Mr M Rodwell (Chair)

Trustee

Date:

MUMBLES COMMUNITY ASSOCIATION

CHARTERED CERTIFIED ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF MUMBLES COMMUNITY ASSOCIATION FOR THE YEAR ENDED 31 MARCH 2025

In order to assist you to fulfil your duties under the Charities Act 2011, we have prepared for your approval the financial statements of Mumbles Community Association for the year ended 31 March 2025, which comprise the statement of financial activities and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Association of Chartered Certified Accountants, we are subject to its ethical and other professional requirements which are detailed at www.accaglobal.com/rulebook.html.

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Mumbles Community Association and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with the requirements of the Association of Chartered Certified Accountants as detailed at www.accaglobal.com/content/dam/ACCA_Global/Technical/fact/tf-audit-exempt-companies-jan-24.pdf. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Mumbles Community Association and the charity's trustees as a body for our work or for this report.

It is your duty to ensure that Mumbles Community Association has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and deficit of Mumbles Community Association. You consider that Mumbles Community Association is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of Mumbles Community Association. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.



CJH

Chartered Certified Accountants
Ty Caer Wyr Charter Court
Phoenix Way
Enterprise Park
Swansea
United Kingdom
SA7 9FS
Date:

MUMBLES COMMUNITY ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 MARCH 2025

		Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
	Notes						
Income from:							
Donations and legacies	3	19,654	-	19,654	17,563	-	17,563
Charitable activities	4	-	-	-	1,140	965,150	966,290
Other trading activities	5	300	-	300	-	-	-
Investments	6	1,300	-	1,300	178	-	178
Total income		21,254	-	21,254	18,881	965,150	984,031
Expenditure on:							
Raising funds	7	5,368	-	5,368	1	-	1
Charitable activities	8	8,910	218,128	227,038	12,114	196,206	208,320
Other expenditure	11	6,703	-	6,703	187,356	-	187,356
Total expenditure		20,981	218,128	239,109	199,471	196,206	395,677
Net income/(expenditure) and movement in funds		273	(218,128)	(217,855)	(180,590)	768,944	588,354
Reconciliation of funds:							
Fund balances at 1 April 2024		2,454	3,023,120	3,025,574	183,044	2,254,176	2,437,220
Fund balances at 31 March 2025		2,727	2,804,992	2,807,719	2,454	3,023,120	3,025,574

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

MUMBLES COMMUNITY ASSOCIATION

BALANCE SHEET

AS AT 31 MARCH 2025

	Notes	2025		2024	
		£	£	£	£
Fixed assets					
Tangible assets	13		2,785,204		2,740,348
Current assets					
Debtors	14	35,303		15,514	
Cash at bank and in hand		43,562		324,687	
		78,865		340,201	
Creditors: amounts falling due within one year	15	(56,351)		(54,975)	
Net current assets			22,514		285,226
Total assets less current liabilities			2,807,718		3,025,574
The funds of the charity					
Restricted income funds	17		2,804,991		3,023,120
Unrestricted funds	18		2,727		2,454
			2,807,718		3,025,574

The financial statements were approved by the trustees on

Michael Podbielski

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Mr M Podbielski (Secretary)

Trustee

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

Charity information

Mumbles Community Association is a charitable incorporated organisation registered with the Charity Commission in England and Wales. The registered office address is Underhill Park, Newton Road, Mumbles, Swansea, SA3 4SL.

1.1 Basis of preparation

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a statement of cash flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

At the date of approval of the financial statements, the charity has sufficient assets and resources available to enable it to meet its liabilities as they fall due and to continue operating for the foreseeable future. Accordingly, the financial statements have been prepared on the going concern basis.

However, subsequent changes to the charity's operating arrangements give rise to a material uncertainty regarding its longer term future. In September 2025, responsibility for the day to day running of the facilities previously operated by the charity and its subsidiary has been assumed by the City & County of Swansea City Council in conjunction with Mumbles Community Council. As a result, there is uncertainty as to the future role, activities and purpose of the charity, and therefore whether the charity will continue to be required in its current form.

These conditions indicate the existence of material uncertainty that may cast significant doubt on the charity's ability to continue as a going concern beyond the period considered by the trustees. Nevertheless, based on the resources currently available, the trustees consider it appropriate to prepare the financial statements on the going concern basis. The financial statements do not include any adjustments that would result if the charity were unable to continue as a going concern.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies (Continued)

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold improvements	20 years and 10 years straight line
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1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Donations and gifts	19,654	17,563

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

4 Income from charitable activities

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Underhill Park Development						
Grant income	-	-	-	-	965,150	965,150
Other income	-	-	-	1,140	-	1,140
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,140</u>	<u>965,150</u>	<u>966,290</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,140</u>	<u>965,150</u>	<u>966,290</u>

Performance related grants analysis

	Underhill Park Development 2024 £
Mumbles Community Council	344,400
The National Lottery	74,669
Welsh Rugby Union	7,200
Cymru Football Federation	148,783
City & County of Swansea	389,334
Swansea Period Dignity	764
Other	-
	<u>965,150</u>

No grant income was received in the year ended 31 March 2025.

5 Income from other trading activities

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Fundraising events	<u>300</u>	<u>-</u>

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

6 Income from investments

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Interest receivable	1,300	178

7 Expenditure on raising funds

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Fundraising and publicity		
Seeking donations, grants and legacies	-	1
Staging fundraising events	5,368	-
	5,368	1

8 Expenditure on charitable activities

	Underhill Park Development 2025 £	Underhill Park Development 2024 £
Direct costs		
Depreciation and impairment	218,128	195,445
Equipment expensed	975	1,228
Design fees	250	-
Planning fees	2,152	-
	221,505	196,673
Share of support and governance costs (see note 9)		
Support	932	899
Governance	4,601	10,748
	227,038	208,320
Analysis by fund		
Unrestricted funds	8,910	12,114
Restricted funds	218,128	196,206
	227,038	208,320

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

9 Support costs allocated to activities

	2025 £	2024 £
Accounting software	474	378
Training courses	25	25
Insurances	393	379
Membership subscriptions	40	114
DBS checks	-	3
Governance costs	4,601	10,748
	<u>5,533</u>	<u>11,647</u>
Analysed between:		
Underhill Park Development	<u>5,533</u>	<u>11,647</u>

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Material other expenditure

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Intercompany loan write-off	6,703	12,356
Impairment losses	-	175,000
	<u>6,703</u>	<u>187,356</u>

Other expenditure consists entirely of amounts written off and impaired during the current and prior periods relating to the insolvency of Underhill Management Company Limited.

These losses arose following the subsidiary's insolvency on 30 July 2025, which indicated that the Group would recover no value from its equity holding or outstanding loan balances.

12 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

13 Tangible fixed assets

	Leasehold improvements £
Cost	
At 1 April 2024	2,935,793
Additions	262,984
At 31 March 2025	3,198,777
Depreciation and impairment	
At 1 April 2024	195,445
Depreciation charged in the year	218,128
At 31 March 2025	413,573
Carrying amount	
At 31 March 2025	2,785,204
At 31 March 2024	2,740,348

14 Debtors

	2025 £	2024 £
Amounts falling due within one year:		
Other debtors	35,129	895
Prepayments and accrued income	174	14,619
	35,303	15,514

15 Creditors: amounts falling due within one year

	Notes	2025 £	2024 £
Deferred income	16	-	350
Trade creditors		-	2,276
Other creditors		43,851	43,849
Accruals		12,500	8,500
		56,351	54,975

16 Deferred income

	2025 £	2024 £
Other deferred income	-	350

Deferred income is included in the financial statements as follows:

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

16 Deferred income

(Continued)

	2025 £	2024 £
Deferred income is included within:		
Current liabilities	-	350
	<u> </u>	<u> </u>
	2025 £	2024 £
Movements in the year:		
Deferred income at 1 April 2024	350	-
Released from previous periods	(350)	-
Resources deferred in the year	-	350
	<u> </u>	<u> </u>
Deferred income at 31 March 2025	-	350
	<u> </u>	<u> </u>

17 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2024 £	Incoming resources £	Resources expended £	At 31 March 2025 £
Development of Underhill Park	3,023,120	-	(218,128)	2,804,992
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Previous year:	At 1 April 2023 £	Incoming resources £	Resources expended £	At 31 March 2024 £
Development of Underhill Park	2,254,176	965,150	(196,206)	3,023,120
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 April 2024 £	Incoming resources £	Resources expended £	At 31 March 2025 £
General funds	2,454	21,254	(20,981)	2,727
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

MUMBLES COMMUNITY ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2025

18 Unrestricted funds (Continued)

Previous year:	At 1 April 2023	Incoming resources	Resources expended	At 31 March 2024
	£	£	£	£
General funds	183,044	18,881	(199,471)	2,454

19 Analysis of net assets between funds

	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £
At 31 March 2025:			
Tangible assets	-	2,785,204	2,785,204
Current assets/(liabilities)	2,727	19,787	22,514
	<u>2,727</u>	<u>2,804,991</u>	<u>2,807,718</u>
	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 March 2024:			
Tangible assets	-	2,740,348	2,740,348
Current assets/(liabilities)	2,454	282,772	285,226
	<u>2,454</u>	<u>3,023,120</u>	<u>3,025,574</u>

20 Related party transactions

There were no disclosable related party transactions during the year (2024 - none).